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STATE OF MONTANA
BOARD OF INVESTMENTS

AUDIT REPORT

Conducted Under Contract By
Arthur Andersen & Co.

June 30, 1981



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STATE OF MONTANA
BOARD OF INVESTMENTS

AUDIT REPORT

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June 30, 1981

STATE OF MONTANA

Office of the Legislative Auditor

STATE CAPITOL
HELENA, MONTANA 59620
406/449-3122



JAMES H. GILLETT, C.P.A.
ACTING LEGISLATIVE AUDITOR

September 1981

JOHN W. NORTHEY
STAFF LEGAL COUNSEL

The Legislative Audit Committee
of the Montana State Legislature:

Transmitted herewith is the report on the audit of the Board of
Investments for the year ended June 30, 1981.

The audit was conducted by Arthur Andersen and Co., Certified
Public Accountants, under a contract between the firm and our
office. The comments and recommendations contained in this report
represent the views of the firm and not necessarily the Legislative
Auditor.

The agency's written response to the report recommendations is
included in the back of the audit report.

Respectfully submitted,

A handwritten signature in cursive script that reads "James Gillett".

James Gillett, CPA
Acting Legislative Auditor

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Portfolio of Investments

Appendix A



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STATE OF MONTANA BOARD OF INVESTMENTS

OVERVIEW OF AUDIT

JUNE 30, 1981

Our examination of the financial statements of the State of Montana Board of Investments was conducted primarily to enable us to render an opinion as to the fairness of their presentation. Included in this report are our opinions on the June 30, 1981 financial statements expressed in our auditors' reports dated September 10, 1981. In conjunction with our examinations, the Montana legislative auditor specifically requested that our audit procedures include the following:

1. Review state laws applicable to the Board and determine the Board's compliance therewith;
2. Physically examine all securities held by the Treasurer's office at June 30, 1981 and confirm with the holding institution those securities held in safekeeping;
3. Confirm with the servicing institution, the outstanding balances for all mortgages and SBA loans owned at June 30, 1981;
4. Examine all mortgages and related documents at specified bank locations;

5. Test the accuracy of individual securities listed in the portfolio;
6. Test Short-Term Investment Pool transactions to determine compliance with established guidelines for operation of the pool;
7. Examine minutes of the monthly Board of Investments' meetings.

Our auditors' report on the 1981 All Other Funds financial statements is qualified because, in our opinion, the deferral of gains/losses on bond swaps is not in accordance with generally accepted accounting principles. The Board has followed the practice of deferring bond swap gains/losses in prior years, but the dollar amounts involved have never been significant. Because of record high interest rates in 1981, the Board has substantially increased its bond swapping activities.

Included on pages 26-29 of this report under the title "Memorandum of Suggested Improvements in Accounting Procedures and System of Internal Control" are items that came to our attention during the course of our audit (including a recommendation relative to bond swap gains/losses) that should be considered by the Board. These items were considered by us during our examination; however, they do not modify the opinions expressed in our auditors' reports. The Board's actions relating to these suggestions should result in improved procedures and controls in future periods.

STATE OF MONTANA BOARD OF INVESTMENTS
APPOINTIVE AND ADMINISTRATIVE OFFICIALS

JUNE 30, 1981

BOARD OF INVESTMENTS

Joseph B. Reber, Chairman	Term Expires January 1, 1983
John A. Hauf	Term Expires January 1, 1983
Gregory C. Jergeson	Term Expires January 1, 1985
W. E. Schreiber	Term Expires January 1, 1985
Frederick B. Tossberg	Term Expires January 1, 1985

ADMINISTRATIVE OFFICIALS

Morris L. Brusett	Director, Department of Administration
James R. Howeth	Investment Officer
Rodney G. Young	Assistant Investment Officer

STATE OF MONTANA BOARD OF INVESTMENTS

SUMMARY OF RECOMMENDATIONS

JUNE 30, 1981

As a separate section in the front of each audit report, we include a listing of all recommendations together with a notation as to whether the agencies concur or do not concur with each recommendation. This listing serves as a means of summarizing the recommendations contained in the report and the related agencies' replies thereto and also as a ready reference to the supporting comments. The full text of the recommendations and the agencies' replies thereto are included under the title "Memorandum of Suggested Improvements in Accounting Procedures and System of Internal Control".

Page

Physical Examination of Mortgages -

The Board should instruct certain mortgage servicing agencies to update and complete certain mortgage files. 27

Board reply - Concur. See page 31.

Deferral of Bond Swap Gains/Losses -

The Board should work closely with various other state agencies to resolve any problems with respect to the current recording of bond swap gains/losses and its effect on the various participating funds ability to distribute their income 28

Board reply - Do not concur. See page 31.

STATE OF MONTANA BOARD OF INVESTMENTS

ALL OTHER FUNDS

FINANCIAL STATEMENTS

AS OF JUNE 30, 1981 AND 1980

TOGETHER WITH

AUDITORS' REPORT

ARTHUR ANDERSEN & CO.

BOISE, IDAHO

To the Legislative Audit Committee
of the Montana State Legislature:

We have examined the statements of investments managed by the State of Montana Board of Investments All Other Funds as of June 30, 1981 and 1980, and the related statements of investment income and changes in investments managed for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

The State of Montana Board of Investments All Other Funds follows the practice of deferring losses incurred on bond swaps and amortizing those losses over future periods. (See Note 2 to the financial statements.) In our opinion, generally accepted accounting principles require that bond swap losses incurred be recognized in the year incurred. The amounts applicable to the June 30, 1980 financial statements did not have a significant effect on those financial statements.

In our opinion, except for the effect upon the 1981 financial statements of deferring losses on bond swaps as discussed in the preceeding paragraph, the financial statements referred to above present fairly the investments managed by the State of Montana Board of Investments All Other Funds as of June 30, 1981 and 1980, and its investment income and the changes in its investments managed for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

Our examinations have been made for the purpose of forming an opinion on the basic financial statements taken as a whole. The portfolio information as of June 30, 1981, (Appendix A) and the schedule of investment income by fund (Schedule 1), is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the examination of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Arthur Andersen & Co.

Boise, Idaho,
September 10, 1981.

STATE OF MONTANA BOARD OF INVESTMENTS

ALL OTHER FUNDS

STATEMENTS OF INVESTMENTS MANAGED

JUNE 30, 1981 AND 1980

	<u>1981</u>	<u>1980</u>
Investments managed at book value (current value of \$720,835,999 in 1981 and \$738,012,984 in 1980) (Note 2)	\$900,963,318	\$820,192,439
Dividends and interest receivable	21,911,371	15,059,997
Net unamortized deferred losses on bond swaps (Note 2)	24,523,238	6,336,310
Interest purchased receivable	1,270,281	177,587
	-----	-----
Total investments managed	\$948,668,208	\$841,766,333
	=====	=====

STATEMENTS OF INVESTMENT INCOME

FOR THE YEARS ENDED JUNE 30, 1981 AND 1980

	<u>1981</u>	<u>1980</u>
INCOME:		
Interest income	\$ 87,114,618	\$ 66,172,040
Dividend income	12,135	2,299,614
Gain on sale of investments	123,082	9,401
Rental income	38,439	39,417
	-----	-----
	87,288,274	68,520,472
	-----	-----
EXPENSES:		
Administrative expenses	(259,688)	(108,763)
Net amortization of deferred losses on bond swaps (Note 2)	(1,172,426)	(953,511)
	-----	-----
	(1,432,114)	(1,062,274)
	-----	-----
Net investment income	\$ 85,856,160	\$ 67,458,198
	=====	=====

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

ALL OTHER FUNDS

STATEMENTS OF CHANGES IN INVESTMENTS MANAGED

FOR THE YEARS ENDED JUNE 30, 1981 AND 1980

	<u>1981</u>	<u>1980</u>
TOTAL INVESTMENTS MANAGED, BEGINNING OF YEAR	\$841,766,333	\$725,985,339
Net investment income	85,856,160	67,458,198
Income remitted to agencies	(79,004,786)	(64,345,439)
	-----	-----
Increase in dividends and interest receivable	6,851,374	3,112,759
Interest purchased during the year	3,009,128	595,225
Collection of interest purchased during the year	(1,916,434)	(566,200)
	-----	-----
Increase in interest purchased receivable	1,092,694	29,025
Net bond swap losses incurred during the year	19,359,354	2,141,150
Net amortization of deferred bond swap losses	(1,172,426)	(953,511)
	-----	-----
Increase in net unamortized deferred losses on bond swaps	18,186,928	1,187,639
Increase in book value of investments due to net amortization of discounts and premiums	1,387,079	835,458
Investments purchased	10,456,134,710	5,461,058,430
Investments sold and matured	(10,376,750,910)	(5,350,442,317)
	-----	-----
Increase in book value of investments purchased	79,383,800	110,616,113
	-----	-----
TOTAL INVESTMENTS MANAGED, END OF YEAR	\$948,668,208	\$841,766,333
	=====	=====

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

ALL OTHER FUNDS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1981

1. HISTORY AND ORGANIZATION:

The State of Montana Board of Investments (the Board) was created by an act of the Legislature to invest and manage the State of Montana's investment funds on a centralized basis. The investments and the income therefrom are owned by various State of Montana agency funds and managed on their behalf by the Board.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Investments

Investments, except mortgages, are presented in the statements of investments managed at book value (original cost adjusted for discount and premium amortization where applicable). Mortgages are presented in the statements of investments managed at par value. Mortgage discounts are recorded in the accounting records of the applicable administering agencies. Current values for publicly traded securities are determined primarily by reference to market prices supplied to the Board by various brokerage houses. Unrealized market loss on investments managed was \$97,947,864 in 1981 and \$39,750,648 in 1980. The investments managed relate principally to investments which will be held to maturity or otherwise disposed of at no significant loss to the fund.

Premiums and discounts are amortized using the straight-line method over the life of the securities. An average life of eight years is used for amortization of mortgage discounts.

Bond Swaps

Bond swaps involve trading one security for another security having the same par value for the purpose of enhancing portfolio content and/or yield. The Board defers gains and losses resulting from bond swaps and amortizes such gains and losses over the shorter of either the remaining life of the bonds sold or the replacement bonds purchased. As shown in the accompanying financial statements at June 30, 1981 and 1980, the accumulated net unamortized deferred losses on bond swaps aggregated \$24,523,238 in 1981 and \$6,336,310 in 1980. The net amortization of the deferred losses on bond swaps totaled \$1,172,426 in 1981 and \$953,511 in 1980.

3. INVESTMENTS NOT UNDER DIRECT CONTROL:

Land and buildings, the cost of which are also included in investments managed in the accompanying financial statements, are not under direct control of the Board. The agencies administering these assets maintain control and provide the Board with the necessary financial information. Rental income from these buildings is included in the statements of investment income; however, occupancy and depreciation charges relating to the buildings are not material and have not been included in the statements of investment income.

The book value of land and buildings included in investments managed in the accompanying financial statements was \$302,171 at June 30, 1981 and \$311,721 at June 30, 1980.

4. SECURITIES LENDING:

In May 1981, the Board entered into an agreement with Manufacturers Hanover Trust Co. (Manufacturers) whereby Manufacturers would loan to other entities securities managed by the Board. During the period the securities are on loan, the Board receives a fee and Manufacturers must maintain collateral equal to 102% of the market value of the securities loaned. The Board retains all rights and risks of ownership during the loan period. Included in interest income in the accompanying financial statements is \$19,506 of income from securities lending activities. At June 30, 1981, approximately \$30,200,000 of securities managed from all participating funds had been loaned by Manufacturers to other entities.

STATE OF MONTANA BOARD OF INVESTMENTS

ALL OTHER FUNDS

SCHEDULE OF INVESTMENT INCOME BY FUND

FOR THE YEARS ENDED JUNE 30, 1981 and 1980

FUND	1981		1980	
	INCOME REMITTED TO AGENCIES	NET INVESTMENT INCOME	INCOME REMITTED TO AGENCIES	NET INVESTMENT INCOME
Treasurer's Fund	\$11,541,717	\$13,638,587	\$ 8,533,373	\$ 8,880,203
Public Employees' Retirement Fund	20,622,777	21,604,886	18,490,495	19,321,321
Teachers' Retirement Fund	15,584,248	16,252,591	14,539,929	14,936,461
Trust and Legacy Fund	10,017,431	10,771,441	7,911,104	8,173,410
Workers' Compensation Fund	5,237,619	5,315,809	4,966,315	5,110,967
Highway Building Complex Sinking Fund	43,786	43,786	99,323	56,210
Statewide Police Reserve Fund	575,083	634,657	427,034	443,503
Sheriffs' Retirement Fund	504,737	534,104	402,207	432,931
Educational Trust Fund	2,441,034	2,757,839	1,134,101	1,475,567
Volunteer Fireman's Fund	191,795	206,546	169,022	165,227
Permanent Coal Trust Fund	4,346,206	5,632,345	1,818,177	2,245,692
University of Montana	230	230	842	646
Montana State University Trust Fund	517,903	516,688	29,131	128,176
Long Range Building Sinking Fund	154,513	246,903	231,986	188,477
Eastern Montana College Trust Fund	18,242	20,600	38,273	34,271
Common School I & I Fund	3,282,101	3,628,417	1,419,214	1,598,033
Game Wardens' Retirement Fund	221,284	240,586	190,657	193,319
Social Security Fund	1,099,192	997,722	1,443,405	1,484,552
Montana Judges' Retirement Fund	226,087	246,340	194,951	200,866
Hail Insurance Fund	40,605	40,605	40,705	40,705
Subsequent Injury Fund	181,733	189,305	168,355	168,809
Highway Patrol Retirement Fund	559,710	588,712	475,798	500,759
Resource Indemnity Fund	1,417,580	1,583,069	1,082,090	1,129,596
Montana Tech, P.E., Building Sinking Fund	14,563	14,563	14,593	14,593
Deaf and Blind Fund	7,530	3,410	3,453	4,488
William L. Murphy Fund	9,956	7,507	17,233	17,842
Teachers' Retirement Fullam Fund	660	410	1,457	1,527
Dixon Endowment Fund	3,818	3,818	3,830	3,830
Peter Potter Trust Fund	(17)	(662)	(7)	(973)
Federal Revenue Sharing	112,359	112,359	475,069	475,069
Crime Victims Fund	24,853	17,536	10,229	19,026
Uninsured Employer's Fund	5,451	5,451	13,095	13,095
	-----	-----	-----	-----
	\$79,004,786	\$85,856,160	\$64,345,439	\$67,458,198
	=====	=====	=====	=====

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

FINANCIAL STATEMENTS

AS OF JUNE 30, 1981 AND 1980

TOGETHER WITH

AUDITORS' REPORT

ARTHUR ANDERSEN & Co.
BOISE, IDAHO

To the Legislative Audit Committee
of the Montana State Legislature:

We have examined the statements of investments managed by the State of Montana Board of Investments Short-Term Investment Pool as of June 30, 1981 and 1980, and the related statements of investment income and distributions and changes in investments managed for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the investments managed by the State of Montana Board of Investments Short-Term Investment Pool as of June 30, 1981 and 1980, and its investment income and distributions and the changes in its investments managed for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

Our examinations have been made for the purpose of forming an opinion on the basic financial statements taken as a whole. The portfolio information as of June 30, 1981 (Appendix A), and the schedule of investment income by fund (Schedule 1), is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the examination of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Arthur Andersen & Co.

Boise, Idaho,
September 10, 1981.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

STATEMENTS OF INVESTMENTS MANAGED

JUNE 30, 1981 AND 1980

	<u>1981</u>	<u>1980</u>
Cash	\$ 59,057	\$ 224,509
Interest receivable	6,181,786	4,768,767
Investments managed at current value (cost of \$203,416,600 in 1981 and \$209,196,112 in 1980) (Note 2)	196,334,117	213,693,668
	-----	-----
Total assets	202,574,960	218,686,944
Accrued expenses	(24,581)	(23,836)
	-----	-----
Value of units	202,550,379	218,663,108
Income due participants	(2,508,775)	(2,034,929)
	-----	-----
Net asset value	\$200,041,604	\$216,628,179
	=====	=====
Units outstanding	221,946	218,971
Unit value	\$912.61	\$998.59

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

STATEMENTS OF INVESTMENT INCOME AND DISTRIBUTIONS

FOR THE YEARS ENDED JUNE 30, 1981 AND 1980

	<u>1981</u>	<u>1980</u>
Interest income	\$25,519,252	\$20,125,379
Administrative expenses (Note 2)	(271,881)	(272,626)
	-----	-----
Net income	25,247,371	19,852,753
Income purchased by participants	2,922,288	2,527,991
Income due participants, beginning of year	2,034,929	1,348,035
	-----	-----
Income available for distribution	30,204,588	23,728,779
	-----	-----
Income distributed on units sold (Note 2)	2,617,090	1,747,919
November distribution (Note 2)	11,937,974	8,314,429
May distribution (Note 2)	13,140,749	11,631,502
	-----	-----
Total distributions	27,695,813	21,693,850
	-----	-----
Income due participants, end of year	\$ 2,508,775	\$ 2,034,929
	=====	=====

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS
SHORT-TERM INVESTMENT POOL
STATEMENTS OF CHANGES IN INVESTMENTS MANAGED
FOR THE YEARS ENDED JUNE 30, 1981 AND 1980

	<u>1981</u>	<u>1980</u>
Net asset value, beginning of year	\$216,628,179	\$181,169,407
Value of units purchased by participants	90,039,493	98,758,064
Change in current value of investments managed	(19,324,106)	696,955
Value of units sold by participants	(87,301,962) -----	(63,996,247) -----
Net asset value, end of year	\$200,041,604 =====	\$216,628,179 =====

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1981

1. HISTORY AND ORGANIZATION:

The State of Montana Board of Investments (Board) was created by an act of the Legislature to invest and manage the State of Montana's investment funds on a centralized basis. The Short-Term Investment Pool (STIP) provides a short-term investment vehicle to participants (state and local governmental units) with a relatively small amount to invest. Investment in STIP affords the participant liquidity and a return on their investment. The investments and the income of STIP are owned by the participants as they purchase units and are managed on their behalf by the Board.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Administrative Expenses

Administrative expenses incurred by the Board are charged to STIP daily based on the Board's expenses applicable to STIP.

Income Distribution

The value of units purchased or sold includes a daily computation of net asset value and income; therefore, income to point of sale is included in proceeds to the seller. Cash distributions of income are made to continuing participants on the last working day in the months of May and November. The amounts shown for value of units purchased and sold by participants are net of income purchased and income sold, respectively.

Money Max System

The Board utilizes an automated system (Money Max) for STIP accounting. Money Max automatically accrues investment income and expenses, computes unit values, etc., on an individual fund basis. Current values for investments are determined by Money Max through direct computer access from a New York securities valuation firm. Investments are presented in the statements of investments managed at current value. The value of investments managed is adjusted daily for changes in the current value.

3. SECURITIES LENDING:

In May 1981, the Board entered into an agreement with Manufacturers Hanover Trust Co. (Manufacturers) whereby Manufacturers would loan to other entities securities managed by the Board. During the period the securities are on loan, the Board receives a fee and Manufacturers must maintain collateral equal to 102% of the market value of the securities loaned. The Board retains all rights and risks of ownership during the loan period. Included in interest income in the accompanying financial statements is \$16,237 of income from securities lending activities. At June 30, 1981, approximately \$30,200,000 of securities managed from all participating funds had been loaned by Manufacturers to other entities.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

SCHEDULE OF INVESTMENT INCOME BY FUND

FOR THE YEARS ENDED JUNE 30, 1981 and 1980

	1981		1980	
	INCOME DISTRIBUTED	NET INCOME	INCOME DISTRIBUTED	NET INCOME
Treasurer's Fund	\$15,025,058	\$15,381,532	\$12,145,117	\$12,461,409
Resource Indemnity Fund	190,086	184,349	93,440	113,801
Common School I & I Fund	543,289	536,231	359,901	392,259
Long Range Building Fund	1,411,581	1,353,016	1,090,246	1,170,710
Educational Trust Fund	224,508	243,973	87,929	86,389
Highway Patrol Retirement Fund	12,847	12,304	5,344	6,692
Statewide Police Reserve Fund	6,973	4,013	31,601	34,160
Local Impact Fund	855,076	890,170	515,242	548,530
Sheriffs' Retirement Fund	32,728	34,717	14,681	15,136
Montana State University	592,296	596,522	767,709	800,712
Hail Insurance Fund	286,138	290,282	251,424	262,377
Permanent Coal Trust Fund	839,314	859,737	299,953	373,688
Agency Insurance Fund	802,061	828,394	526,532	551,927
Game Wardens' Retirement Fund	12,829	11,624	11,053	13,235
Montana Judges' Retirement Fund	8,401	7,869	6,201	7,320
Volunteer Fireman's Fund	5,598	5,774	5,882	5,934
Highway Complex Headquarters Fund	(4,285)	(6,494)	28,203	28,631
Subsequent Injury Fund	7,353	7,190	4,143	4,660
University of Montana	316,969	324,606	275,666	285,358
Federal Revenue Sharing	-	-	(397)	(2,601)
Coal Tax-Park Acquisition	490,378	518,146	253,740	276,134
Lands & Resource Development Fund	170,877	172,471	136,947	144,093
Montana Tech	92,556	97,937	76,170	77,478
Woodville Highway Replacement	196,480	201,568	162,881	166,155
Eastern Montana College	116,304	103,485	72,094	85,129
Montana Rural Rehab. Fund	5,421	6,377	2,617	2,174
Northern Montana College	37,595	38,190	26,075	27,160
William Murphy Fund	2,119	2,156	1,954	1,988
Wheat Research & Marketing Fund	22,394	23,268	27,714	27,790
Livestock Commission Funds	117,679	130,965	52,848	56,818
Western Montana College	16,065	15,566	31,367	30,803
Flood Insurance Fund	27,327	27,807	24,184	24,695
Agriculture Funds	29,069	29,949	32,179	32,858

STATE OF MONTANA BOARD OF INVESTMENTSSHORT-TERM INVESTMENT POOLSCHEDULE OF INVESTMENT INCOME BY FUNDFOR THE YEARS ENDED JUNE 30, 1981 and 1980(CONTINUED)

	1981		1980	
	<u>INCOME DISTRIBUTED</u>	<u>NET INCOME</u>	<u>INCOME DISTRIBUTED</u>	<u>NET INCOME</u>
Deaf & Blind Fund	9,396	9,920	6,032	6,359
Donable Property Fund	8,449	8,745	6,614	6,754
Board of Oil & Gas Fund	50,751	51,643	19,459	22,555
Foster Children Fund	12,253	12,454	9,614	9,978
Teachers' Retirement Fullam Fund	1,822	1,905	1,149	1,233
Water & Waste Water Operators Fund	2,058	2,100	1,896	1,942
Uninsured Employers' Fund	7,652	7,015	9,449	9,511
Potter Trust Fund	4,037	4,109	4,388	4,584
Eugene W. Price Scholarship	1,450	1,475	1,283	1,311
Crime Victims Fund	25,781	27,132	4,119	5,495
Group Benefits Fund	83,258	90,543	52,618	60,845
Joseph Homan Fellowship	747	732	22	104
Other Non-State Agencies	1,261,975	1,290,914	1,143,291	1,140,322
Guaranteed Student Loan	9,388	12,449	-	-
	-----	-----	-----	-----
	\$23,972,101	\$24,454,830	\$18,680,574	\$19,384,595
	=====	=====	=====	=====

Note: The amounts shown above as income distributed and income earned by participants in the STIP include gains and losses of the individual funds resulting from sales of units in the STIP at amounts greater than or less than their original purchase cost. These gains and losses are accumulated by the Board and reported by the Board to the STIP participants. These gains and losses are those of the STIP participants and not those of the Board and are therefore not reflected in the accompanying financial statements. Accordingly, the amounts shown above do not agree with the income distributed amounts shown in the accompanying statement of investment income and distributions.

STATE OF MONTANA BOARD OF INVESTMENTS

MONTANA COMMON STOCK POOL

FINANCIAL STATEMENTS

AS OF JUNE 30, 1981

TOGETHER WITH

AUDITORS' REPORT

ARTHUR ANDERSEN & CO.

BOISE, IDAHO

To the Legislative Audit Committee
of the Montana State Legislature:

We have examined the statement of investments managed by the State of Montana Board of Investments Montana Common Stock Pool as of June 30, 1981, and the related statements of investment income and distributions and changes in investments managed for the year then ended. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the investments managed by the State of Montana Board of Investments Montana Common Stock Pool as of June 30, 1981, and its investment income and distributions and changes in its investments managed for the year then ended, in conformity with generally accepted accounting principles.

Our examination has been made for the purpose of forming an opinion on the basic financial statements taken as a whole. The portfolio information as of June 30, 1981 (Appendix A), and the schedule of investment income by fund (Schedule 1), is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the examination of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Arthur Andersen & Co.

Boise, Idaho,
September 10, 1981.

STATE OF MONTANA BOARD OF INVESTMENTS

MONTANA COMMON STOCK POOL

STATEMENT OF INVESTMENTS MANAGED

JUNE 30, 1981

Cash	\$ 107,813
Dividends receivable	320,896
Interest receivable	3,930
Investments managed at current value (cost of \$51,620,329) (Note 2)	67,474,848

Total assets	67,907,487
Income due participants	(3,636)

Net asset value	\$67,903,851
	=====
Units outstanding	59,277
Unit value	\$1,145.60

The accompanying notes are an integral part of this financial statement.

STATE OF MONTANA BOARD OF INVESTMENTS
MONTANA COMMON STOCK POOL
STATEMENT OF INVESTMENT INCOME AND DISTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 1981

Investment income	\$3,812,020
Income due participants, beginning of year	- -----
Income available for distribution	3,812,020
Income distributed	3,808,384 -----
Income due participants, end of year	\$ 3,636 =====

The accompanying notes are an integral part of this financial statement.

STATE OF MONTANA BOARD OF INVESTMENTS
MONTANA COMMON STOCK POOL
STATEMENT OF CHANGES IN INVESTMENTS MANAGED
FOR THE YEAR ENDED JUNE 30, 1981

Net asset value, beginning of year	\$ -
Transfer to pool of cash and stock at market	43,917,515
Value of units purchased by participants	16,613,906
Change in current value of investments managed	7,372,430
Value of units sold by participants	- -----
Net asset value, end of year	\$67,903,851 =====

The accompanying notes are an integral part of this financial statement.

STATE OF MONTANA BOARD OF INVESTMENTS

MONTANA COMMON STOCK POOL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1981

1. HISTORY AND ORGANIZATION:

The State of Montana Board of Investments (Board) was created by an act of the Legislature to invest and manage the State of Montana's investment funds on a centralized basis. The Montana Common Stock Pool (Mont-Comp) was created in order to allow smaller retirement funds the opportunity to participate in the equity market via a diversified pool.

Mont-Comp was created as of July 1, 1980 by the transfer from all other funds to Mont-Comp of all common stock owned by the Public Employees' Retirement System and the Teachers' Retirement System.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The Public Employees' Retirement System and the Teachers' Retirement System transferred virtually all stock owned into Mont-Comp at the start-up date and were issued units according to the market value of their contribution, retaining their original total cost basis.

The initial unit value as of July 1, 1980 was \$1,000. Unit values thereafter are calculated once a month at the close of the last business day of the month based upon the market value of the Mont-Comp equity holdings and other assets. Participants may only buy or sell units on the first business day of each month.

Mont-Comp distributes to each participant investment income on the last business day of each month. This distribution is based on the full accrual basis so that all dividends and interest accrued during the month are returned to the participants based on the number of their units outstanding.

3. SECURITIES LENDING:

In May 1981, the Board entered into an agreement with Manufacturers Hanover Trust Co. (Manufacturers) whereby Manufacturers would loan to other entities securities managed by the Board. During the period the securities are on loan, the Board receives a fee and Manufacturers must maintain collateral equal to 102% of the market value of the securities loaned. The Board retains all rights and risks of ownership during the loan period. Included in investment income in the accompanying financial statements is \$3,373 of income from securities lending activities. At June 30, 1981, approximately \$30,200,000 of securities managed from all participating funds had been loaned by Manufacturers to other entities.

SCHEDULE 1

STATE OF MONTANA BOARD OF INVESTMENTS

MONTANA COMMON STOCK POOL

SCHEDULE OF INVESTMENT INCOME BY FUND

FOR THE YEAR ENDED JUNE 30, 1981

	<u>INCOME DISTRIBUTED</u>	<u>INVESTMENT INCOME</u>
Public Employees' Retirement Fund	\$1,884,838	\$1,886,644
Teachers' Retirement Fund	1,855,954	1,857,704
Highway Patrol Retirement Fund	13,869	13,886
Montana Judges' Retirement Fund	6,357	6,363
Game Wardens' Retirement Fund	6,357	6,363
Sheriffs' Retirement Fund	13,869	13,886
Statewide Police Reserve Fund	10,967	10,979
Deaf & Blind Fund	2,416	2,419
Teachers Retirement Fullam Fund	912	917
Peter Potter Trust Fund	1,835	1,857
William L. Murphy Fund	10,969	10,985
Caras Endowment Fund	41	41
	-----	-----
	\$3,808,384	\$3,812,020
	=====	=====

STATE OF MONTANA BOARD OF INVESTMENTS

MEMORANDUM OF SUGGESTED IMPROVEMENTS

IN ACCOUNTING PROCEDURES AND SYSTEM OF INTERNAL CONTROL

SEPTEMBER 1981

ARTHUR ANDERSEN & Co.

999 MAIN STREET
BOISE, IDAHO 83702

(208) 345-0937

Legislative Audit Committee
Montana State Legislature

Gentlemen:

The accompanying memorandum includes suggestions for improvements of accounting procedures and internal accounting control measures that came to our attention as a result of our examination of the financial statements of the investments managed by the State of Montana Board of Investments (the Board) for the year ended June 30, 1981. The matters discussed herein were considered by us during our examination and they do not modify the opinions expressed in our auditors' reports dated September 10, 1981, on such financial statements.

In accordance with generally accepted auditing standards, we performed a review and evaluation of existing internal accounting controls for the purpose of providing a basis for reliance thereon in determining the nature, timing and extent of the audit tests applied in connection with our examination of the Board's 1981 financial statements. While certain matters which came to our attention during the review are presented in the accompanying memorandum for the consideration of management, such a review was not designed for the purpose of making detailed recommendations and would not necessarily disclose all weaknesses in the existing system.

The accompanying memorandum also includes comments and suggestions with respect to other financial and administrative matters which came to our attention during the course of our examination of the financial statements. These matters are offered as constructive suggestions for the consideration of management as part of the ongoing process of modifying and improving accounting control and other financial and administrative practices and procedures.

Very truly yours,

Arthur Andersen & Co.,

Physical Examination of Mortgages

During our examination of mortgages and supporting documentation purchased by the Board and held by the Mortgage Agency, we noted four instances in which the assignment of the mortgages had been misfiled or lost, one instance where there was no readily available evidence of mortgage insurance and three instances of original notes not in the files. Details of these mortgages have previously been furnished to the Board and have been resolved except for a note which was misplaced and is being sought.

We recommend that the Board inform the appropriate mortgage agencies of their concern relating to mortgage files and accounting records, and also request that the agencies update and complete their mortgage files.

Management Comments:

We concur.

Deferral of Bond

Swap Gains/Losses

Bond swaps involve trading one security for another security having the same par value for the purpose of enhancing portfolio content and/or yield. The Board defers gains and losses resulting from bond swaps and amortizes such gains and losses over the shorter of either the remaining life of the bonds sold or the replacement bonds purchased. During periods of high interest rates, as have been experienced during the past year, bond swapping is an economically advantageous practice that results in increased yields to the funds holding the security.

The practice of deferring gains/losses on such transactions, rather than recording them currently is, however, not in accordance with generally accepted accounting principles. The Board has continued to defer these gains/losses because it is their belief that the recording of these losses in the financial statements of the participating funds would seriously affect those funds' ability to distribute their income and provide benefits and service.

We recommend that the Board work closely with the various funds, the Legislative auditor and other affected agencies to clarify and resolve any ambiguities with respect to bond swap gains/losses and how they affect the various funds' income available for distribution. Once this is resolved

the Board could then record currently the bond swap gains/losses and remove the qualification from the auditors' report without jeopardizing the various funds' ability to distribute their income.

Management Comments:

We do not concur. (See page 31)

STATE OF MONTANA BOARD OF INVESTMENTS

PRIOR YEAR RECOMMENDATIONS

The State of Montana Board of Investments is in substantial compliance with the recommendations discussed in the 1980 audit report.

STATE OF MONTANA BOARD OF INVESTMENTS

AGENCY REPLIES

STATE OF MONTANA

DEPARTMENT OF ADMINISTRATION

BOARD OF INVESTMENTS



Capitol Station

HELENA, MONTANA 59601 59620
(406) 449-2656

October 29, 1981

Mr. Paul D. Fisk
Arthur Andersen & Co.
999 Main Street
Boise, Idaho 83702

Dear Paul:

Enclosed are our comments on your recommendations as a result of your audit of the Board of Investments.

PHYSICAL EXAMINATION OF MORTGAGES

We concur.

We have resolved all of the instances noted as of this date.

DEFERRAL OF BOND SWAP GAINS AND LOSSES

We do not concur.

At the inception of the Board in 1971-72 an extensive study into the accounting of bond swaps was completed before we formally accepted the deferral method. The conclusions of this study were:

1. The individual agencies had no known method of accounting of bond swaps and all agencies were on a cash and cost basis of accounting (did not amortize discounts and premiums).
2. Any accounting method selected would be appropriate for all long-term funds rather than treating various funds differently.
3. The general accepted accounting principles of accounting of investments is the accrual method. (This entails the amortization of discounts and premiums into income.)
4. That certain funds (Trust & Legacy) the principal of such funds are "inviolable" and that principal losses must be replaced over a reasonable length of time.
5. That bonds swaps are not a "completed transaction" but rather an exchange of securities.

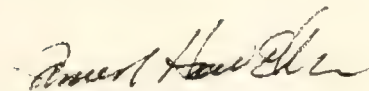
6. Any time in a bond swap which results in a reported loss: discounts will result in the new security owned. Therefore, the amortization of the discount into income offsets the amortization of the realized loss. This procedure produces a minimum distortion of the income statement and balance sheet. Whereas the "completed transaction" method will exaggerate the distortion.
7. That taxable institutions use the completed transaction method for tax purposes.
8. On September 30, 1971, the Accounting Principles Board Committee voted (5 to 3) to support the deferral and amortization method. (Reference the Legislative Auditor Report of the Board of Investments 1972.)
9. The majority of states which we surveyed in 1971-72 used the deferral method.
10. Upon recommendation of the Legislative Auditor Report issued in 1972 (completed by Anderson ZurMuehlen & Co., CPA's) the Board accepted the deferral method.

Quote from report:

"We recommend . . . 1. Development by the Board of Investments of a uniform policy for recording of security gains and losses. It is our feeling that the deferral and amortization method is an acceptable alternative for this type of long-term investment fund if fully disclosed in any published statements."

Conclusion: Although we recognize that there is a difference of opinion in the accounting profession with respect to deferral of losses on bond swaps, we nevertheless believe that in our particular situation, deferral of bond swap losses remains the most appropriate accounting treatment. This position is also followed by the majority of investment boards in other states across the country.

Sincerely,



James R. Howeth
Investment Officer

JRH/ns

STATE OF MONTANA BOARD OF INVESTMENTS

PORTFOLIO OF INVESTMENTS

APPENDIX A

STATE OF MONTANA BOARD OF INVESTMENTS
SUMMARY OF PORTFOLIO
JUNE 30, 1981

FUND	COST	MARKET			TOTAL
	LONG-TERM	LONG-TERM	SHORT-TERM*	MONT-COMP*	
Treasurer's Fund	\$111,105,646	\$112,917,253	\$136,405,291	\$ -	\$249,322,544
State Funds Holding Only STIP Units	-	-	47,108,613	-	47,108,613
Public Employees' Retirement Fund	244,928,938	184,558,973	-	33,560,572	218,119,545
Teachers' Retirement Fund	188,219,521	145,653,092	-	32,527,624	178,180,716
Trust and Legacy Fund	123,440,965	91,974,422	-	-	91,974,422
Workers' Compensation Fund	59,464,343	42,191,579	-	-	42,191,579
Highway Building Complex Sinking Fund	599,779	504,564	36,928	-	541,492
Statewide Police Reserve Fund	7,011,908	5,128,619	143,188	216,623	5,488,430
Sheriffs' Retirement Fund	5,637,290	4,271,659	536,764	320,374	5,128,797
Educational Trust Fund	28,939,349	22,587,542	2,894,517	-	25,482,059
Volunteer Firemans' Fund	2,413,139	1,730,417	67,462	-	1,797,879
Permanent Coal Trust Fund	65,473,670	54,864,931	9,054,158	-	63,919,089
University of Montana Field House Fund	3,953	3,375	134,018	-	137,393
University of Montana Pool Fund	1,976	1,688	22,584	-	24,272
Montana State University Trust Fund	3,014,794	3,095,476	1,580,633	-	4,676,109
Long Range Building Sinking Fund	2,843,064	2,571,050	-	-	2,571,050
Eastern Montana College Trust Fund	353,191	359,790	280,930	-	640,720
Common School I & I Fund	19,115,679	19,470,725	3,839,174	-	23,309,899
Game Wardens' Retirement Fund	2,882,068	1,969,594	153,437	110,592	2,233,623
Social Security Fund	3,847,891	3,574,215	-	-	3,574,215
Montana Judges' Retirement Fund	2,892,047	2,059,527	101,931	110,592	2,272,050
Hail Insurance Fund	549,771	317,194	2,908,313	-	3,225,507
Subsequent Injury Fund	2,110,612	1,615,045	72,222	-	1,687,267
Highway Patrol Retirement Fund	6,575,279	4,477,128	177,359	320,374	4,974,861
Resource Indemnity Fund	19,178,287	14,589,501	1,552,346	-	16,141,847
Montana Tech P.E. Building Sinking Fund	160,384	125,714	-	-	125,714
Deaf and Blind Bequest Fund	-	7,111	103,743	55,866	166,720
William L. Murphy Fund	-	14,329	19,354	291,871	325,554
Teachers' Retirement Fullam Fund	-	2,466	19,510	22,802	44,778
Dixon Endowment Fund	-	23,520	-	-	23,520
Peter Potter Trust Fund	-	-	39,291	44,465	83,756
Caras Endowment Fund	-	-	-	1,140	1,140
Crime Victims Fund	199,765	175,500	278,790	-	454,290
Other (rounding)	9	-	-	-	-
	-----	-----	-----	-----	-----
	\$900,963,318	\$720,835,999	\$207,530,556	\$67,582,895	\$995,949,450
	=====	=====	=====	=====	=====

*Amounts shown represent current value of units held by participants.

TREASURERS' FUND

SECURITY		PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS							
US INDUS. COMMERCIAL PAPER							
CBS CP							
HUGHES TOOL CP							
		2,500	16.500	07-06-81	2,483,976	2,493,125	17.750
		2,600	16.500	07-23-81	2,564,656	2,572,592	16.875
SUBCLASS TOTAL							
		5,100			5,048,632	5,065,717	
US REPURCHASE AGREEMENTS							
REPO WELLS FARGO BANK SF							
		3,000	16.000	07-01-81	3,000,000	3,000,000	16.000
		3,000	16.000	07-01-81	3,000,000	3,000,000	16.000
		2,000	16.000	07-01-81	1,000,000	1,000,000	16.000
		2,000	14.100	08-13-81	1,802,075	1,965,533	10.150
		2,000	14.100	08-13-81	1,800,694	1,965,533	10.250
		2,000	14.100	08-13-81	1,799,713	1,965,533	10.330
		5,000	14.100	09-10-81	4,491,417	4,859,000	10.200
		5,000	14.100	09-10-81	4,492,913	4,859,000	10.170
		5,000	14.100	09-10-81	4,493,910	4,859,000	10.150
		2,000	14.000	11-05-81	1,752,884	1,900,444	12.270
		1,500	14.000	11-05-81	1,314,360	1,475,333	12.240
		2,000	14.000	11-05-81	1,752,430	1,974,333	12.240
		16,000	15.750	07-01-81	16,000,000	16,000,000	15.750
		16,000	16.000	07-01-81	16,000,000	16,000,000	16.000
		1,600	16.000	07-01-81	1,600,000	1,600,000	16.000
SUBCLASS TOTAL							
		67,100			64,300,446	66,373,709	
US BANKERS ACCEPTANCE							
BANKERS ACCEPTANCES BANKERS TRUST NY							
		1,500	19.250	07-24-81	1,479,933	1,480,750	17.250
		3,000	19.250	07-14-81	2,962,950	2,977,540	17.100
		5,000	19.250	07-02-81	4,949,833	4,994,653	17.200
		2,000	19.250	07-20-81	1,927,800	1,978,611	17.100
		2,000	19.250	07-16-81	1,973,400	1,982,889	17.100
		2,000	19.250	08-03-81	1,915,750	1,963,639	16.850
		3,000	19.250	07-17-81	2,961,979	2,972,729	18.250
		2,000	19.250	07-30-81	1,914,292	1,967,917	18.150
		3,100	19.250	07-06-81	3,083,897	3,090,054	17.000
		3,000	19.250	07-27-81	2,880,333	2,956,688	17.950
		3,000	19.250	07-14-81	2,962,950	2,977,540	17.100
		3,000	19.250	07-27-81	2,876,658	2,956,688	18.050
SUBCLASS TOTAL							
		32,600			31,889,775	32,299,702	
SECURITY TOTAL							
		104,800			101,238,853	103,739,128	

TREASURERS' FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL FARM CREDIT BANKS	1,000	10.0000	12-01-86	985,033	850,000	10.378
FEDERAL FARM CREDIT BANKS	1,000	10.0000	12-01-86	992,787	850,000	10.178
FEDERAL FARM CREDIT BANKS	1,000	10.0000	12-01-86	992,787	850,000	10.179
FEDERAL FARM CREDIT BANKS	1,000	10.0000	12-01-86	988,780	850,000	10.281
FEDERAL FARM CREDIT BANKS	1,000	10.0000	12-01-86	986,102	850,000	10.350
FEDERAL HOME LOAN BANKS	5,000	7.050	08-25-81	4,921,304	4,928,125	17.818
SUBCLASS TOTAL	10,000			9,866,793	9,178,125	
SECURITY TOTAL	10,000			9,866,793	9,178,125	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	136,405	.000	00-00-00	136,405,291	136,405,291	
SUBCLASS TOTAL	136,405			136,405,291	136,405,291	
SECURITY TOTAL	136,405			136,405,291	136,405,291	
FUND TOTAL	251,205			247,510,937	249,322,544	

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
BURLINGTON INDUSTRIES	2,000	11.250	08-01-90	1,990,000	1,562,500	11.334
BURLINGTON INDUSTRIES	1,000	11.250	08-01-90	970,000	781,250	11.770
BURLINGTON INDUSTRIES	500	11.250	08-01-90	427,275	390,625	14.050
CHRYSLER USGG	1,000	10.350	06-01-90	932,500	820,000	11.510
CHRYSLER USGG	1,000	10.350	06-01-90	952,500	820,000	11.153
CHRYSLER USGG	1,000	11.400	07-15-90	965,000	867,500	12.010
CHRYSLER USGG	2,000	11.400	07-15-90	1,932,500	1,735,000	11.987
CHRYSLER USGG	1,000	11.400	07-15-90	972,500	867,500	11.875
CHRYSLER USGG	1,000	11.400	07-15-90	1,000,000	867,500	11.400
CHRYSLER USGG	1,000	14.900	10-15-90	956,250	962,500	15.799
CHRYSLER USGG	1,000	14.900	10-15-90	985,080	962,500	15.200
CHRYSLER USGG	1,000	12.625	09-15-90	1,000,000	900,000	12.625
WALTER E HELLER	1,000	11.750	07-15-90	993,750	840,938	11.858
WALTER E HELLER	1,000	11.750	07-15-90	993,750	840,938	11.858
INGERSOLL RAND	1,000	12.375	09-01-90	979,100	896,250	12.750
INGERSOLL RAND	1,000	12.375	09-01-90	1,000,000	886,250	12.375
INLAND STEEL	1,000	11.250	06-01-90	881,860	845,000	13.500
INLAND STEEL	1,000	11.250	06-01-90	995,000	845,000	11.330
INTERMORTH	1,000	10.750	08-01-90	993,910	812,500	10.850
INTERMORTH	1,000	10.750	08-01-90	897,500	812,500	12.591
NORTH AMERICAN PHILLIPS	1,000	11.000	06-01-87	1,000,000	870,000	11.000
TRAHE	500	11.000	07-15-90	488,750	425,000	11.381
TRAHE	500	11.000	07-15-90	489,375	425,000	11.359
SUBCLASS TOTAL	23,500			22,796,600	20,026,251	
BANKS AND INSURANCE						
CITICORP	2,000	15.300	05-01-86	2,000,000	1,997,500	15.300
SECURITY PACIFIC CORP NOTES	1,000	10.750	06-15-80	995,000	926,250	10.905
WESTERN BANCORP	500	11.375	05-15-90	497,635	431,875	11.450
WESTERN BANCORP	500	11.375	05-15-90	497,635	431,875	11.450
SUBCLASS TOTAL	4,000			3,990,270	3,787,500	
OTHER FINANCIAL						
ALLIS CHAMBERS CREDIT	1,000	12.000	06-01-90	996,250	837,500	12.070
BENEFICIAL CORP	1,500	11.500	01-15-05	1,495,050	1,380,000	11.600
FORD MOTOR CREDIT	500	10.500	10-01-90	500,000	360,000	10.500
FORD MOTOR CREDIT	1,000	10.500	10-01-90	922,840	720,000	11.600
FORD MOTOR CREDIT	1,000	15.750	03-01-86	996,250	995,000	15.849
GENERAL ELECTRIC CREDIT	1,000	11.500	04-15-90	910,320	870,000	13.200
GENERAL MOTORS ACCEPTANCE CORP	2,000	14.375	04-01-91	1,985,000	1,937,500	14.520

SHORT TERM INVESTMENT POOL

	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
SECURITY						
OTHER FINANCIAL						
GENERAL MOTORS ACCEPTANCE CORP	1,000	14.625	06-15-89	1,001,500	981,250	14.461
MACY CREDIT	500	13.875	01-01-91	500,000	451,875	13.875
MORGENTHAU MARK CREDIT	1,000	13.625	12-01-87	1,000,000	920,000	13.625
USLIFE CORP	1,000	12.500	10-15-90	975,000	876,250	12.951
USLIFE CORP	2,000	12.500	10-15-90	1,990,000	1,752,500	12.588
WESTINGHOUSE CREDIT CORP	1,000	10.875	06-15-90	990,000	820,000	11.041
SUBCLASS TOTAL	14,500			14,268,210	12,901,875	
TRANSPORTATION EXCL. RAILROADS						
TEXAS GAS TRANSMISSION	650	12.125	08-15-90	640,250	554,938	12.389
TEXAS GAS TRANSMISSION	350	12.125	08-15-90	346,063	298,813	12.324
TEXAS GAS TRANSMISSION	1,000	12.125	08-15-90	980,000	853,750	12.476
SUBCLASS TOTAL	2,000			1,966,313	1,707,501	
UTILITIES						
COMMONWEALTH EDISON	500	14.875	03-15-87	482,500	497,500	15.714
COMMONWEALTH EDISON	1,000	14.875	03-15-87	962,500	995,000	15.776
COMMONWEALTH EDISON	2,000	14.000	01-15-91	1,955,000	1,875,000	14.430
GENERAL TEL CALIFORNIA	1,000	13.750	04-01-87	1,025,270	947,500	13.109
GENERAL TEL CALIFORNIA	2,000	16.500	05-01-91	2,000,000	2,122,500	16.500
GENERAL TEL CALIFORNIA	1,000	16.500	05-01-91	1,000,000	1,061,250	16.500
PACIFIC TEL & TEL	1,000	15.125	03-01-88	1,000,000	990,000	15.125
PACIFIC TEL & TEL	1,000	15.000	04-01-91	982,500	931,250	15.338
PACIFIC TEL & TEL	1,000	15.000	04-01-91	962,280	981,250	15.758
PEOPLES GAS	1,000	12.125	08-15-90	990,000	853,750	12.300
PEOPLES GAS	1,000	12.125	08-15-90	990,000	853,750	12.300
SOUTHERN CALIFORNIA EDISON	2,000	15.250	05-15-91	1,995,000	1,955,000	15.295
VIRGINIA ELECTRIC POWER	1,000	15.750	04-01-89	997,500	992,500	15.806
WASHINGTON WATER POWER	1,000	14.125	01-01-91	1,000,000	936,250	14.125
SUBCLASS TOTAL	16,500			16,342,550	16,042,500	
CANADIAN						
BRITISH COLUMBIA HYDRO & POWER	1,000	14.500	04-15-91	995,000	995,000	14.590
HYDRO QUEBEC	1,000	12.500	02-01-85	1,003,750	937,188	12.377
HYDRO QUEBEC	2,000	12.500	02-01-85	2,007,500	1,874,375	12.377
NEW BRUNSWICK ELECTRIC POWER	1,000	10.500	10-01-95	915,080	744,688	11.700

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CANADIAN						
NEW BRUNSWICK ELECTRIC POWER	1,000	10.500	10-01-95	896,130	744,688	12.000
NEW BRUNSWICK ELECTRIC POWER	500	15.000	05-01-91	502,500	483,126	14.891
NORTHERN TELECOM	1,000	12.250	10-01-90	935,080	952,500	13.450
NORTHERN TELECOM	1,000	12.250	10-01-90	995,000	952,500	12.340
NOVA SCOTIA POWER	1,000	10.500	09-15-00	963,330	730,000	10.950
SUBCLASS TOTAL	9,500			9,213,370	8,414,065	
SECURITY TOTAL	70,000			68,577,313	62,860,846	
MONEY MARKET INSTRUMENTS US REPURCHASE AGREEMENTS						
US TREASURY BILLS	2,000	14.100	08-13-81	1,798,743	1,965,313	10.380
US TREASURY BILLS	1,250	13.800	12-31-81	1,103,319	1,161,328	11.800
FHLB DISCOUNT NOTES	2,000	14.100	10-28-81	1,854,194	1,895,333	14.500
REPO WELLS FARGO BANK SF	8,600	16.000	07-01-81	8,600,000	8,600,000	16.000
SUBCLASS TOTAL	13,850			13,356,256	13,621,974	
TIME CERTIFICATES OF DEPOSIT						
YELLOWSTONE BANK ABSAROOKE CD	200	12.000	10-14-81	200,000	200,000	12.000
FIRST SECURITY BANK ANACONDA CD	500	15.500	10-30-81	500,000	500,000	15.500
FIRST SECURITY BANK ANACONDA CD	500	16.250	11-30-81	500,000	500,000	16.250
BANK OF BAKER CD	200	12.250	09-25-81	200,000	200,000	12.250
BANK OF BAKER CD	500	15.500	10-30-81	500,000	500,000	15.500
MONTANA BANK BELGRADE CD	200	15.500	08-03-81	200,000	200,000	15.500
MONTANA BANK BELGRADE CD	100	16.750	11-30-81	100,000	100,000	16.750
FIRST CITIZENS BANK BILLINGS CD	500	7.860	05-03-82	500,000	500,000	7.860
FIRST CITIZENS BANK BILLINGS CD	500	14.750	10-28-81	500,000	500,000	14.750
FIRST BANK BILLINGS CD	200	7.400	10-21-81	200,000	200,000	7.400
FIRST BANK BILLINGS CD	100	7.350	10-21-81	100,000	100,000	7.350
FIRST BANK BILLINGS CD	200	7.300	10-21-81	200,000	200,000	7.300
FIRST BANK BILLINGS CD	500	6.730	04-28-82	500,000	500,000	6.730
FIRST BANK BILLINGS CD	500	7.350	11-04-81	500,000	500,000	7.350
FIRST BANK BILLINGS CD	500	7.455	11-04-82	500,000	500,000	7.455
FIRST BANK BILLINGS CD	500	13.750	10-13-81	500,000	500,000	13.750
FIRST BANK BILLINGS CD	2,000	15.500	06-08-82	2,000,000	2,000,000	15.500
RIMROCK BANK BILLINGS CD	100	7.520	11-04-81	100,000	100,000	7.520
SECURITY BANK BILLINGS CD	500	7.450	10-14-81	500,000	500,000	7.450
FIRST BANK WEST BILLINGS CD	100	7.500	10-20-81	100,000	100,000	7.500
FIRST BANK WEST BILLINGS CD	100	7.600	10-20-81	100,000	100,000	7.600
FIRST BANK WEST BILLINGS CD	200	7.380	11-04-81	200,000	200,000	7.380
FIRST BANK WEST BILLINGS CD	200	7.450	11-04-82	200,000	200,000	7.450

SHORT TERM INVESTMENT POOL

TIME CERTIFICATES OF DEPOSIT

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
FIRST BANK WEST BILLINGS CD	100	7.810	04-26-82	100,000	100,000	7.810
FIRST BANK WEST BILLINGS CD	100	7.910	04-25-83	100,000	100,000	7.910
FIRST BANK WEST BILLINGS CD	200	12.125	10-20-81	200,000	200,000	12.125
FIRST BANK WEST BILLINGS CD	200	14,000	01-15-82	200,000	200,000	14,000
WESTERN BANK BILLINGS CD	200	9.250	07-02-81	200,000	200,000	9.250
WESTERN BANK BILLINGS CD	100	9.250	07-07-81	100,000	100,000	9.250
WESTERN BANK BILLINGS CD	200	14.250	03-11-82	200,000	200,000	14.250
WESTERN BANK BILLINGS CD	400	16,000	12-07-81	400,000	400,000	16,000
WESTERN STATE BANK BILLINGS CD	500	9.250	07-02-81	500,000	500,000	9.250
WESTERN STATE BANK BILLINGS CD	450	13.500	09-21-81	450,000	450,000	13.500
FIRST NORTHWESTERN NATL BANK BILLINGS CD	500	8.020	05-03-82	500,000	500,000	8.020
FIRST NORTHWESTERN NATL BANK BILLINGS CD	500	9.310	05-02-83	500,000	500,000	9.310
FIRST NORTHWESTERN NATL BANK BILLINGS CD	500	14.750	10-28-81	500,000	500,000	14.750
MONTANA BANK BOZEMAN CD	300	14.500	12-31-81	300,000	300,000	14.500
MONTANA BANK BOZEMAN CD	600	15,000	07-06-81	600,000	600,000	15,000
MONTANA BANK BOZEMAN CD	500	14.750	12-14-81	500,000	500,000	14.750
FIRST BANK BOZEMAN CD	500	13.750	10-07-81	500,000	500,000	13.750
FIRST BANK BOZEMAN CD	500	13.750	10-31-81	500,000	500,000	13.750
FIRST BANK BOZEMAN CD	500	13.750	10-13-81	500,000	500,000	13.750
FIRST BANK BOZEMAN CD	500	17.250	11-04-81	500,000	500,000	17.250
FIRST SECURITY BANK BOZEMAN CD	1,000	13.500	04-07-82	1,000,000	1,000,000	13.500
FIRST SECURITY BANK BOZEMAN CD	500	13.500	04-08-82	500,000	500,000	13.500
FIRST NATL BANK BROWNING CD	300	13.500	03-23-82	300,000	300,000	13.500
FIRST NATL BANK BROWNING CD	500	15.250	06-25-82	500,000	500,000	15.250
PRUDENTIAL FED SAVINGS & LOAN BUTTE CD	100	7.750	06-03-83	100,000	100,000	7.750
WESTERN BANK CHINOOK CD	300	8,000	10-14-81	300,000	300,000	8,000
WESTERN BANK CHINOOK CD	200	6.750	04-26-82	200,000	200,000	6.750
WESTERN BANK CHINOOK CD	400	7.900	04-28-83	400,000	400,000	7.900
BANK OF COLUMBIA FALLS CD	200	9.250	07-08-81	200,000	200,000	9.250
BANK OF COLUMBIA FALLS CD	200	12,000	10-09-81	200,000	200,000	12,000
BANK OF COLUMBIA FALLS CD	200	12.000	10-14-81	200,000	200,000	12.000
BANK OF COLUMBIA FALLS CD	200	12.125	10-20-81	200,000	200,000	12.125
BANK OF COLUMBIA FALLS CD	200	14.500	01-06-82	200,000	200,000	14.500
BANK OF COLUMBIA FALLS CD	200	13.750	10-13-81	200,000	200,000	13.750
BANK OF COLUMBIA FALLS CD	500	17.250	11-12-81	500,000	500,000	17.250
BANK OF COLUMBIA FALLS CD	200	16.500	05-19-82	200,000	200,000	16.500
BANK OF COLUMBIA FALLS CD	300	16.250	11-23-81	300,000	300,000	16.250
GLACIER NATL BANK COLUMBIA FALLS CD	200	14.750	10-26-81	200,000	200,000	14.750
YELLOWSTONE BANK COLUMBUS CD	300	12.500	10-08-81	300,000	300,000	12.500
DEER LODGE BANK & TRUST CD	400	15,000	01-26-82	400,000	400,000	15,000
DEER LODGE BANK & TRUST CD	100	15.500	08-03-81	100,000	100,000	15.500
DEER LODGE BANK & TRUST CD	200	15.750	08-19-81	200,000	200,000	15.750
DEER LODGE BANK & TRUST CD	200	14.750	09-08-81	200,000	200,000	14.750
DEER LODGE BANK & TRUST CD	200	17.250	11-12-81	200,000	200,000	17.250
FIRST SECURITY BANK DEER LODGE CD	100	16.250	11-25-81	100,000	100,000	16.250
FIRST SECURITY BANK DEER LODGE CD	200	12.500	10-08-81	200,000	200,000	12.500
FIRST SECURITY BANK DEER LODGE CD	100	11.250	09-04-81	100,000	100,000	11.250
FIRST NATL BANK EKAJAKA CD	100	11.250	09-11-81	100,000	100,000	11.250

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TIME CERTIFICATES OF DEPOSIT						
FIRST NATL BANK EKALAKA CD	200	15.500	08-17-81	200,000	200,000	15.500
FIRST NATL BANK GLASGOW CD	200	6.770	04-26-82	200,000	200,000	6.770
FIRST NATL BANK GLASGOW CD	400	13.550	10-05-81	400,000	400,000	13.500
FIRST NATL BANK GLASGOW CD	350	14.125	10-14-81	350,000	350,000	14.125
FIRST NATL BANK GLENDIVT CD	500	15.500	08-17-81	500,000	500,000	15.500
FIRST SECURITY BANK GLENDIVE CD	300	12.125	10-20-81	300,000	300,000	12.125
FIRST FED SAVINGS & LOAN GREAT FALLS CD	100	13.500	10-05-81	100,000	100,000	13.500
FIRST INTERSTATE BANK GREAT FALLS CD	500	14.125	10-19-81	500,000	500,000	14.125
FIRST BANK WEST GREAT FALLS CD	600	14.250	07-06-81	600,000	600,000	14.250
FIRST BANK WEST GREAT FALLS CD	750	14.250	07-07-81	750,000	750,000	14.250
FIRST BANK WEST GREAT FALLS CD	500	16.250	11-30-81	500,000	500,000	16.250
VILLAGE BANK GREAT FALLS CD	200	13.750	10-13-81	200,000	200,000	13.750
VILLAGE BANK GREAT FALLS CD	200	17.250	11-16-81	200,000	200,000	17.250
FIRST BANK HAVRE CD	100	13.500	10-05-81	100,000	100,000	13.500
FIRST SECURITY BANK HELENA CD	500	14.750	10-28-81	500,000	500,000	14.750
FIRST SECURITY BANK HELENA CD	700	17.000	11-18-81	700,000	700,000	17.000
NORTHWESTERN BANK HELENA CD	250	7.375	11-02-82	250,000	250,000	7.375
FIRST INTERSTATE BANK KALISPELL CD	500	7.125	10-08-81	500,000	500,000	7.125
FIRST NORTHWESTERN BANK KALISPELL CD	200	7.350	10-21-81	200,000	200,000	7.350
FIRST NORTHWESTERN BANK KALISPELL CD	100	13.500	10-05-81	100,000	100,000	13.500
FIRST FED SAVINGS & LOAN KALISPELL CD	500	9.625	08-17-81	500,000	500,000	9.625
FIRST FED SAVINGS & LOAN KALISPELL CD	1,000	15.500	08-10-81	1,000,000	1,000,000	15.500
FIRST FED SAVINGS & LOAN KALISPELL CD	500	13.750	10-06-81	500,000	500,000	13.750
FIRST SECURITY BANK LAUREL CD	100	7.250	10-28-81	100,000	100,000	7.250
FIRST BANK LINCOLN CD	100	15.750	07-28-81	100,000	100,000	15.750
FIRST BANK LINCOLN CD	100	17.000	11-23-81	100,000	100,000	17.000
FIRST SECURITY BANK LIVINGSTON CD	100	7.800	04-27-82	100,000	100,000	7.800
FIRST SECURITY BANK LIVINGSTON CD	100	7.900	04-27-83	100,000	100,000	7.900
FIRST SECURITY BANK LIVINGSTON CD	300	9.625	08-14-81	300,000	300,000	9.625
FIRST SECURITY BANK LIVINGSTON CD	300	12.250	09-30-81	300,000	300,000	12.250
FIRST SECURITY BANK LIVINGSTON CD	250	12.000	10-09-81	250,000	250,000	12.000
FIRST SECURITY BANK LIVINGSTON CD	400	15.000	04-23-82	400,000	400,000	15.000
FIRST SECURITY BANK LIVINGSTON CD	200	15.000	04-27-82	200,000	200,000	15.000
FIRST SECURITY BANK LIVINGSTON CD	300	16.500	05-27-82	300,000	300,000	16.500
EMPIRE FED SAVINGS & LOAN LIVINGSTON CD	100	14.750	10-21-81	100,000	100,000	14.750
FIRST CITIZENS BANK MILES CITY CD	250	7.950	05-07-82	250,000	250,000	7.950
FIRST CITIZENS BANK MILES CITY CD	250	8.050	05-09-83	250,000	250,000	8.050
FIRST CITIZENS BANK MILES CITY CD	150	17.250	11-04-81	150,000	150,000	17.250
FIRST SECURITY BANK MILES CITY CD	1,000	15.250	09-02-81	1,000,000	1,000,000	15.250
FIRST NAIL MONTANA BANK MISSOULA CD	500	7.900	10-27-81	500,000	500,000	7.900
FIRST NAIL MONTANA BANK MISSOULA CD	1,000	14.125	10-19-81	1,000,000	1,000,000	14.125
FIRST NAIL MONTANA BANK MISSOULA CD	500	17.250	11-12-81	500,000	500,000	17.250
MISSOULA BANK OF MONTANA CD	500	13.750	09-21-81	500,000	500,000	13.750
FIRST BANK SOUTHSIDE MISSOULA CD	100	7.250	10-08-81	100,000	100,000	7.250
FIRST BANK WESTERN MISSOULA CD	500	16.000	12-07-81	500,000	500,000	16.000
FIRST BANK WESTERN MISSOULA CD	2,500	16.000	12-07-81	2,500,000	2,500,000	16.000
WESTERN FED SAVINGS & LOAN MISSOULA CD	100	13.500	10-05-81	100,000	100,000	13.500
TOUL COUNTY STATE BANK SHELBY CD	100	11.750	09-22-81	100,000	100,000	11.750

TIME CERTIFICATES OF DEPOSIT

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
1001 E COUNTY STATE BANK SHELBY CD	200	13.5000	10-05-81	200,000	200,000	13.500
BANK OF SHERIDAN CD	100	9.0000	07-29-81	100,000	100,000	9.000
BANK OF SHERIDAN CD	100	14.0000	01-21-82	100,000	100,000	14.000
BANK OF SHERIDAN CD	100	15.0000	01-28-82	100,000	100,000	15.000
BANK OF SHERIDAN CD	200	15.0000	02-11-82	200,000	200,000	15.000
FIRST UNITED BANK SIDNEY CD	500	14.7500	02-25-82	500,000	500,000	14.750
MONTANA BANK SIDNEY CD	500	7.2500	10-19-81	500,000	500,000	7.250
MONTANA BANK OF MINERAL CO SUPERIOR CD	100	10.7500	08-21-81	100,000	100,000	10.750
MONTANA BANK OF MINERAL CO SUPERIOR CD	100	15.2500	12-21-81	100,000	100,000	15.250
FIRST NATL BANK TWIN BRIDGES CD	100	14.1250	10-19-81	100,000	100,000	14.125
FIRST NATL BANK WHITEFISH CD	500	14.7500	10-26-81	500,000	500,000	14.750
MOUNTAIN BANK WHITEFISH CD	200	15.2500	07-20-81	200,000	200,000	15.250
MOUNTAIN BANK WHITEFISH CD	500	15.2500	12-21-81	500,000	500,000	15.250
FIRST NATIONAL BANK WIBAUX CD	400	15.0000	12-04-81	400,000	400,000	15.000
WESTERN NATL BANK WOLF POINT CD	300	12.5000	10-07-81	300,000	300,000	12.500

SUBCLASS TOTAL

46,700

46,700,000

46,700,000

US BANKERS ACCEPTANCE

BANKERS ACCEPTANCES CONT ILL CHICAGO	2,000	19.250	07-07-81	1,987,903	1,993,331	16.750
SUBCLASS TOTAL	2,000			1,987,903	1,993,331	
SECURITY TOTAL	62,550			62,044,159	62,315,305	

GOVERNMENT BONDS
US GOVERNMENT OBLIGATIONS

US TREASURY NOTES	1,000	11.375	12-31-81	993,125	992,500	11.713
US TREASURY NOTES	1,000	11.500	01-31-82	994,063	979,687	11.842
US TREASURY NOTES	2,000	11.500	01-31-82	1,967,500	1,959,374	12.447
US TREASURY NOTES	2,000	13.875	02-28-82	1,979,375	1,985,000	14.487
US TREASURY NOTES	2,000	11.125	08-31-82	1,999,100	1,931,250	11.150
US TREASURY NOTES	3,000	13.875	11-30-82	2,971,875	2,970,000	14.430
US TREASURY NOTES	3,000	12.625	03-31-83	2,960,156	2,899,688	13.405

SUBCLASS TOTAL

14,000

13,865,194

13,707,500

SECURITY TOTAL

14,000

13,865,194

13,707,500

SHORT TERM INVESTMENT POOL

SECURITY		PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES							
US GOVERNMENT AGENCIES							
FEDERAL	FARM CREDIT BANKS	2,000	9.000	01-23-84	1,955,000	1,753,750	9.731
FEDERAL	FARM CREDIT BANKS	2,000	10.950	10-20-82	1,973,750	1,906,250	11.509
FEDERAL	FARM CREDIT BANKS	2,000	10.950	10-20-82	1,981,875	1,906,250	11.330
FEDERAL	FARM CREDIT BANKS	1,000	10.900	01-21-85	909,407	895,000	13.498
FEDERAL	FARM CREDIT BANKS	1,000	10.900	01-21-85	979,063	895,000	11.462
FEDERAL	FARM CREDIT BANKS	1,000	10.900	01-21-85	978,594	895,000	11.475
FEDERAL	FARM CREDIT BANKS	3,000	16.400	03-01-82	3,000,000	3,009,375	16.274
FEDERAL	FARM CREDIT BANKS	2,000	13.950	03-03-86	2,000,000	1,950,000	13.950
FEDERAL	FARM CREDIT BANKS	2,000	7.650	08-25-81	1,940,000	1,971,250	17.702
FEDERAL	FARM CREDIT BANKS	2,000	11.750	02-27-84	2,000,000	1,875,000	11.750
FEDERAL	FARM CREDIT BANKS	4,000	11.750	02-27-84	4,000,000	3,750,000	11.750
FEDERAL	FARM CREDIT BANKS	2,500	12.800	07-25-85	1,975,625	1,885,000	13.144
FEDERAL	FARM CREDIT BANKS	2,500	13.850	01-27-86	2,469,531	2,431,250	14.192
FEDERAL	FARM CREDIT BANKS	2,500	13.850	01-27-86	2,464,844	2,431,250	14.247
FEDERAL	FARM CREDIT BANKS	1,000	14.100	06-25-82	991,250	992,500	14.897
FEDERAL	FARM CREDIT BANKS	2,000	14.500	01-25-83	1,995,040	1,984,375	14.625
FEDERAL	FARM CREDIT BANKS	2,000	14.500	01-25-83	1,996,875	1,984,375	14.562
FEDERAL	FARM CREDIT BANKS	3,000	17.050	04-26-82	3,000,000	3,031,875	17.050
FEDERAL	FARM CREDIT BANKS	3,000	15.800	01-25-84	2,987,813	3,042,188	15.961
FEDERAL	FARM CREDIT BANKS	1,000	15.800	01-25-84	1,000,000	1,014,063	15.800
FEDERAL	FARM CREDIT BANKS	1,000	14.800	03-25-83	999,375	995,675	14.845
FEDERAL	FARM CREDIT BANKS	2,000	14.550	04-25-85	1,975,000	1,975,000	14.969
FEDERAL	FARM CREDIT BANKS	2,000	8.850	07-10-81	1,961,250	1,995,000	14.672
FEDERAL	FARM CREDIT BANKS	1,000	11.700	02-11-85	910,000	897,500	14.319
FEDERAL	FARM CREDIT BANKS	3,000	14.250	05-10-84	3,000,000	2,943,750	14.250
FEDERAL	FARM CREDIT BANKS	700	13.000	11-12-85	673,750	651,000	14.075
FEDERAL	FARM CREDIT BANKS	2,000	13.000	11-12-85	1,967,813	1,860,000	13.451
FEDERAL	FARM CREDIT BANKS	1,000	13.000	11-12-85	990,000	930,000	13.280
FEDERAL	FARM CREDIT BANKS	3,000	13.000	01-10-86	2,944,080	2,790,000	13.524
FEDERAL	FARM CREDIT BANKS	3,000	13.000	01-10-86	2,910,000	2,740,000	13.820
SUBCLASS TOTAL		59,700			58,929,935	57,431,626	
SECURITY TOTAL		59,700			58,929,935	57,431,626	
FUND TOTAL		206,250			203,416,601	196,334,122	

INDUSTRY/COMPANY	NO. OF SHARES	COST	MARKET VALUE 6-30-81	ANNUAL DIVIDEND per share	% YIELD
AEROSPACE					
Boeing	22,000	\$ 808,303	\$ 673,750	\$1.40	3.77
TRW	8,000	420,381	480,000	2.40	4.57
BANKING					
Citicorp	26,000	668,816	702,000	1.56	6.07
Manufacturers Hanover	25,250	858,771	978,438	2.72	8.00
Northwest Bancorp	20,000	428,370	625,000	1.64	7.66
Wells Fargo	28,598	588,310	943,734	1.92	9.33
CHEMICAL					
American Cyanamid	16,000	329,192	532,000	1.60	7.78
Dow Chemical	14,000	458,877	463,750	1.80	5.49
Hercules	22,000	505,682	555,500	1.20	5.22
Monsanto	14,000	749,955	1,146,250	3.80	7.09
Rohm & Haas	7,000	355,760	492,625	2.32	4.57
Union Carbide	19,827	967,778	1,189,620	3.20	6.56
CONSUMER GOODS					
Avon	18,000	642,569	693,000	3.00	8.40
CPC International	10,000	316,924	326,250	1.92	6.06
General Mills	24,000	601,943	909,000	1.64	6.54
Pepsico	24,100	607,763	852,538	1.46	5.79
Pillsbury	20,000	657,951	860,000	2.00	6.08
R. J. Reynolds	28,000	864,773	1,253,000	2.40	7.77
DRUGS & HOSPITAL SUPPLIES					
Abbott Labs	64,000	425,153	2,016,000	.72	10.84
American Home Products	24,900	648,056	818,588	1.90	7.30
Becton Dickinson	8,000	371,493	364,000	1.00	2.15
Bristol Myers	12,000	261,585	600,000	1.84	8.44
Merck	8,000	443,848	740,000	2.60	4.69
Smith Kline	8,000	98,772	630,000	1.92	15.55
Upjohn	8,000	503,653	469,000	2.00	3.18
ELECTRONICS & ELEC. EQUIP.					
Emerson Electric	14,000	565,062	644,000	1.76	4.36
R. C. A.	25,000	477,495	575,000	1.80	9.42

INDUSTRY/COMPANY	NO. OF SHARES	COST	MARKET VALUE 6-30-81	ANNUAL DIVIDEND per share	% YIELD
INSURANCE & FINANCE					
Farmers Group	18,000	377,500	618,750	1.12	5.34
Household Finance	32,000	572,989	540,000	1.60	8.93
N. L. T.	26,000	576,108	711,750	1.32	5.96
Provident Life & Accident	7,000	281,750	339,500	2.20	5.47
St. Paul Companies	20,000	594,375	880,000	2.32	7.81
U.S. Fidelity & Guaranty	20,465	650,876	1,005,343	3.20	10.06
MACHINERY					
Clark Equipment	14,000	490,856	467,250	2.20	6.27
Combustion Engineering	16,000	668,189	594,000	1.60	3.83
Ex-Cell-O	18,000	480,175	533,250	1.48	5.55
General Signal	10,000	449,558	458,750	1.48	3.29
Ingersoll Rand	6,000	431,727	405,750	3.40	4.73
MINING & METALS					
Anax	17,000	737,028	952,000	2.40	5.54
Newmont Mining	8,000	409,201	526,000	1.50	2.93
Republic Steel	24,000	688,172	678,000	2.00	6.98
U.S. Steel	20,105	677,133	598,124	2.00	5.93
OFFICE EQUIPMENT					
Burroughs	22,000	1,045,543	863,500	2.60	5.47
IBM	23,160	1,351,896	1,340,385	3.44	5.89
NCR	14,000	793,375	882,000	2.20	3.88
Xerox	11,000	617,868	591,250	3.00	5.34
PAPER & FOREST PRODUCTS					
Champion International	26,000	593,219	689,000	1.48	6.49
Georgia Pacific	25,349	552,329	700,266	1.20	5.51
International Paper	16,558	686,643	757,529	2.40	5.79
PETROLEUM EQUIP. & SERVICE					
Dresser Industries	22,000	436,928	838,750	.68	3.42

INDUSTRY/COMPANY	NO. OF SHARES	COST	MARKET VALUE 6-30-81	ANNUAL DIVIDEND per share	% YIELD
PETROLEUM & GAS					
Arkansas Louisiana	46,000	458,390	1,615,750	1.40	14.04
Atlantic Richfield	20,178	448,395	958,455	2.20	9.90
Conoco	13,766	719,706	899,952	2.60	4.97
Exxon	28,000	693,988	959,000	3.00	12.10
Kerr McGee	12,000	588,158	813,000	2.00	4.08
Marathon Oil	12,000	649,634	735,000	2.00	3.69
Mobil Oil	52,400	861,995	1,572,000	2.00	12.16
Panhandle Eastern Pipeline	34,150	887,897	1,246,475	2.00	7.69
Phillips Petroleum	28,100	742,683	1,074,825	2.20	8.32
Standard Oil of California	34,524	799,097	1,303,281	2.00	8.64
Standard Oil of Indiana	20,000	476,764	1,092,500	2.60	10.91
Union Oil of California	58,200	705,190	2,022,450	.80	6.60
RECREATION & SERVICE					
CBS	12,000	609,390	672,000	2.80	5.51
Commerce Cleaning House	7,000	104,813	262,500	1.24	8.28
RETAIL					
May Department Stores	22,000	586,483	668,250	1.70	6.38
Saweway	20,000	695,932	630,000	2.60	7.47
TELEPHONE					
American Tel. & Tel.	18,176	912,533	1,022,400	5.40	10.75
Central Telephone	26,700	558,381	807,675	2.10	10.04
Communications Satellite	22,000	837,599	1,298,000	2.30	6.04
General Tel. & Elec.	44,000	1,218,820	1,303,500	2.72	9.82
TIRE & RUBBER					
Goodyear Tire & Rubber	35,100	588,795	666,900	1.30	7.75
UTILITIES					
Arizona Public Service	54,200	931,799	921,400	2.12	12.33
Florida Power & Light	30,000	760,146	892,500	3.04	12.00
Montana Dakota Utility	11,000	198,078	198,000	1.80	9.99
Montana Power	14,498	361,673	476,622	2.28	9.14
Pacific Power & Light	49,374	986,145	1,012,167	2.04	10.22
Texas Utilities	51,745	958,653	1,054,304	1.88	10.15
MISCELLANEOUS					
Johns Manville	28,200	783,274	581,625	1.92	6.91
DEKALB AgResearch	4,000	113,481	119,000	.72	2.54
Minnesota Ming. & Mfg.	9,000	446,478	517,500	3.00	6.05
Owens Illinois	24,000	445,334	732,000	1.56	8.41
West Pl. Pepperell	13,028	449,950	641,629	3.60	9.38
		2,200,000	2,200,000		
SHORT TERM INVESTMENTS					
TOTAL		1,790,651	\$51,620,327	\$67,474,850	Avg. 7.24%

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMAX INC	1,000	14.250	12-15-90	992,893	969,830	14.391
AMERICAN CAN COMPANY	1,000	11.375	07-01-10	993,882	767,070	11.450
AMERICAN CYANAMID	500	8.375	03-15-06	497,939	301,635	8.420
ATLANTIC RICHFIELD	115	7.750	12-15-03	115,000	68,612	7.750
ATLANTIC RICHFIELD	200	7.750	12-15-03	200,000	119,326	7.750
BEDARCO INC ARCO INDEPENDENCE PP	990	8.750	12-01-01	990,000	646,569	8.750
BETHLEHEM STEEL	1,000	8.375	03-01-01	994,098	583,660	8.450
BORDEN	500	9.375	06-15-09	350,726	331,160	13.540
BORDEN	500	9.375	06-15-09	500,000	331,369	9.375
BURLINGTON INDUSTRIES	500	9.000	08-15-95	352,954	302,000	13.799
BURLINGTON INDUSTRIES	1,000	11.250	08-01-90	972,697	812,650	11.768
BURLINGTON INDUSTRIES	1,000	11.250	08-01-90	995,451	812,650	11.334
CATERPILLAR TRACTOR	300	8.600	05-01-99	300,000	196,620	8.600
CATERPILLAR TRACTOR	100	8.600	05-01-99	100,000	65,500	8.600
CATERPILLAR TRACTOR	500	8.000	11-01-01	500,000	305,880	8.000
CENTRAL SOYA CO INC	250	7.500	08-01-07	249,598	149,775	7.522
CONSOLIDATED NATURAL GAS	1,000	12.875	10-01-00	1,000,000	852,860	12.875
CONFIDENTIAL OIL	500	8.875	06-01-01	499,004	329,220	8.900
CORNING GLASS WORKS	200	7.750	11-15-98	144,170	122,542	11.650
COUNTRYWIDE STATIONS INC PP	440	7.750	12-01-01	440,000	264,528	7.750
CROWN ZELLERBACH SOUTH TIMBER CORP PP	315	8.125	05-01-94	314,966	200,003	8.125
CROWN ZELLERBACH SOUTH TIMBER CORP PP	500	8.125	05-01-94	500,000	317,500	8.125
CROWN ZELLERBACH SOUTH TIMBER CORP PP	500	8.625	02-15-08	496,445	313,130	8.700
DOW CHEMICAL CO	500	8.650	05-15-85	500,000	409,895	8.650
DRESSER INDUSTRIES	1,000	11.750	08-01-05	995,181	802,910	11.812
ENGELHARD MINERALS & CHEMICALS	500	9.250	04-01-00	498,123	349,685	9.302
HALLBURTON CO	500	9.500	03-15-09	348,033	328,660	13.800
HERSHEY FOODS	21	10.500	06-29-96	21,317	15,751	10.500
HOOKER CHEMICAL PP	457	10.500	06-29-96	456,627	337,402	10.500
HOOKER CHEMICAL PP	500	12.375	07-15-10	496,125	375,000	12.476
IRGO LIMITED	500	8.750	05-01-85	499,425	411,090	8.796
INGERSOLL RAND	250	12.875	09-01-10	250,000	215,688	12.875
INGERSOLL RAND	750	12.875	09-01-10	750,000	647,063	12.875
INGERSOLL RAND	500	7.900	01-15-07	500,000	269,160	7.900
INLAND STEEL	500	9.375	10-01-04	422,766	366,455	11.363
I B M	500	9.000	06-15-04	496,938	250,625	9.078
INTERNATIONAL HARVESTER	500	9.350	11-01-00	500,000	330,685	9.350
INTERNATIONAL MINERALS & CHEMICAL CO	500	8.850	12-15-00	500,000	326,910	8.850
INTERNATIONAL PAPER CO	400	7.625	05-15-97	400,000	235,792	7.625
KEWAUKEE OIL CO	500	7.600	01-15-07	500,000	288,105	7.600
KRAFT INC	500	8.500	11-01-06	497,887	314,345	8.550
MARATHON OIL	200	8.500	11-01-06	199,155	125,738	8.550
MARATHON OIL	500	9.625	03-15-04	498,863	325,145	9.651
J RAY MCDERMOTT & CO	500	8.500	06-15-01	485,953	320,145	8.850
MOBIL CORP	500	9.375	07-01-00	500,000	335,630	9.375
NL INDUSTRIES	500	7.750	11-01-03	348,696	204,246	7.793
NARISCO INC	350	12.000	07-15-10	495,150	397,450	12.122
JC PENNEY	500	12.000	07-15-10	500,000	397,450	12.000
JC PENNEY	500					

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
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CORPORATE BONDS
INDUSTRIAL

PHILIP MORRIS PP	1,000	8.875	11-30-98	1,000,000	647,900	8.875
PHILLIPS PETROLEUM	500	8.875	11-15-00	500,000	337,280	8.875
RJ REYNOLDS INDUSTRIES	500	8.000	01-15-07	500,000	300,085	8.000
RICHARDSON MERRELL	500	8.850	12-15-99	330,528	329,885	11.050
ST REGIS PAPER	1,000	10.625	06-15-10	962,537	724,740	11.070
SEARS ROEBUCK & CO	500	8.000	04-01-06	323,716	294,140	12.800
SEARS ROEBUCK & CO	500	8.000	04-01-06	498,966	294,140	8.020
SHELL OIL	500	8.750	05-15-05	497,012	326,845	8.821
SHELL OIL	800	8.000	04-15-07	480,209	477,808	13.650
SHELL OIL BI ALASKA PP	456	8.400	03-14-01	455,556	287,911	8.400
SHELL OIL USI ATLANTIC PP	957	9.300	03-07-02	957,095	659,630	9.300
SMITH INTERNATIONAL	500	9.850	05-15-04	500,000	344,825	9.850
STANDARD OIL OF CALIFORNIA PP	333	7.500	01-01-99	333,335	199,501	7.500
STANDARD OIL OF CALIFORNIA PP	916	8.500	07-02-99	915,908	606,789	8.500
STANDARD OIL OF CALIFORNIA PP	333	7.500	01-01-99	333,335	199,501	7.500
SYSTEMS BUILDING CORP PP	672	8.000	07-01-97	671,902	404,149	8.000
TENNECO	500	14.500	04-01-06	492,569	467,500	14.726
TENNECO	500	14.500	04-01-06	492,569	467,500	14.726
TEXACO INC	500	8.500	04-01-06	496,906	313,700	8.569
UNION OIL CO OF CALIFORNIA	1,000	8.625	03-01-06	993,829	631,660	8.695
UNION OIL CO OF CALIFORNIA	400	8.625	03-01-06	397,531	252,664	8.695
UNION OIL CO OF CALIFORNIA	493	7.500	01-01-98	492,863	290,592	7.500
WHEELABRATOR FRYE	500	11.750	07-15-05	500,000	397,550	11.750
WHEELABRATOR FRYE	500	11.750	07-15-05	500,000	397,550	11.750
WITCO CHEMICAL	500	9.500	08-15-09	498,241	327,370	9.538

SUBCLASS TOTAL

40,198

38,781,575

27,880,260

BANKS AND INSURANCE

AEINA LIFE & CASUALTY CO	500	8.125	10-15-07	497,807	298,170	8.169
AEINA LIFE & CASUALTY CO	500	8.125	10-15-07	497,807	298,170	8.169
BANKERS TRUST NEW YORK CORP	500	8.625	11-01-02	498,932	302,170	8.649
BERKSHIRE HATHAWAY	1,300	12.750	08-01-05	1,114,121	1,053,715	15.000
BERKSHIRE HATHAWAY PP	413	8.000	03-01-93	413,000	265,559	8.000
CHEMICAL NEW YORK	500	8.250	08-01-02	497,761	294,425	8.300
CITICORP NOTES	500	8.450	03-15-07	306,850	299,010	14.100
CITICORP NOTES	500	8.450	03-15-07	318,978	299,010	13.650
CITICORP NOTES	500	8.450	03-15-07	498,584	299,010	8.500
CITICORP NOTES	500	8.450	03-15-07	484,167	418,614	12.700
CITICORP NOTES	700	8.450	03-15-07	318,978	287,970	13.250
CITICORP NOTES	500	8.125	07-01-07	317,001	287,970	13.250
CROCKER NATIONAL	500	8.600	12-01-02	497,854	303,830	8.648
DOMINION BANKSHARES	300	7.750	11-15-96	300,000	165,027	7.750
FIRST NATIONAL BANK ARIZONA	500	7.700	04-01-97	499,205	284,130	7.722

PUBLIC EMPLOYEES' RETIREMENT FUND

SICURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
BANKS AND INSURANCE						
FIRST SECURITY CORPORATION PP	500	8.500	10-01-97	500,000	309,950	8.500
INDUSTRIAL NATIONAL CORP NOTES	500	7.400	07-01-81	500,000	499,840	7.400
MANUFACTURERS HANOVER	500	8.125	08-15-07	318,265	285,710	13.150
SAFECO CORP	100	7.600	12-15-86	100,000	72,866	7.600
SAIFCO CORP	400	7.600	12-15-86	400,000	291,464	7.600
WELLS FARGO	150	7.875	11-15-97	103,656	87,443	12.499
WESTERN BANCORP	1,000	12.250	05-15-10	878,132	819,070	10.000
WESTERN BANCORP	1,000	12.250	05-15-10	992,291	819,070	12.350
SUBCLASS TOTAL	12,363			10,853,389	8,353,233	
OTHER FINANCIAL						
BENEFICIAL CORP	500	8.300	06-01-03	500,000	291,930	8.300
BENEFICIAL CORP	500	8.350	02-15-88	500,000	356,610	8.350
CHANNELVIEW LEASING CO PP	493	9.250	07-15-96	492,883	333,875	9.250
COMMERCIAL CREDIT	500	7.750	02-15-92	497,293	296,610	7.851
FORD MOTOR CREDIT	500	8.375	05-01-84	499,291	401,070	8.439
GENERAL ELECTRIC CREDIT	500	8.875	06-01-82	500,000	472,965	8.875
GENERAL MOTORS ACCEPTANCE CORP	500	7.750	10-01-94	375,815	301,480	11.612
GENERAL MOTORS ACCEPTANCE CORP	500	8.000	07-15-07	496,201	284,680	8.078
GENERAL MOTORS ACCEPTANCE CORP	500	8.650	02-15-08	500,000	305,130	8.650
HELLER WALTER L CO	500	7.750	04-01-92	497,959	300,020	7.825
HONEYWELL FINANCE	500	8.200	12-15-98	500,000	294,400	8.200
HONEYWELL FINANCE	500	9.650	11-01-81	500,000	489,885	9.650
HOUSEHOLD FINANCE CORP	500	8.375	10-01-03	496,702	299,035	8.450
INTERNATIONAL HARVESTER CREDIT	500	8.625	08-01-91	500,000	277,500	8.625
INTERNATIONAL HARVESTER CREDIT	500	7.500	01-15-94	498,506	234,375	7.550
MONTGOMERY WARD CREDIT	500	9.375	05-15-84	499,343	410,975	9.438
NATIONAL RURAL UTILITIES	500	9.750	04-01-09	497,779	342,985	9.800
NATIONAL RURAL UTILITIES	500	9.750	09-01-09	995,492	685,520	9.800
NATIONAL RURAL UTILITIES	1,000	13.500	09-15-10	1,000,000	897,900	13.500
NATIONAL RURAL UTILITIES	1,000	14.750	02-01-11	1,000,000	964,120	14.750
NATIONAL RURAL UTILITIES	1,000	14.750	02-01-11	981,000	964,120	15.028
JC PENNEY FINANCIAL CORP	200	7.875	09-15-91	199,480	124,782	7.925
JC PENNEY FINANCIAL CORP	100	7.875	09-15-91	99,740	62,391	7.925
TRAILMOBILE FINANCIAL CO	250	7.875	03-15-93	182,032	152,998	12.500
TRANSAMERICA FINANCIAL	500	7.875	11-01-91	498,036	313,730	7.951
TRANSAMERICA FINANCIAL	500	9.875	03-01-99	362,030	343,350	14.251
SUBCLASS TOTAL	14,043			13,670,022	10,202,440	

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TRANSPORTATION EXCL. RAILROADS						
ARCHER DANIELS MIDLAND	1,000	16.000	05-15-11	995,019	1,015,000	16.080
CALIFORNIA & HAWAIIAN SUGAR CO PP	393	8.250	08-24-93	392,725	255,860	8.250
COLORADO PIPELINE PP	447	7.875	06-01-02	447,000	271,776	7.875
COLUMBIA GAS SYSTEM	1,500	12.750	08-01-00	1,492,820	1,288,725	12.817
EATON	1,500	7.000	04-01-11	737,411	701,250	14.571
EXXON PIPELINE CO	1,000	9.000	10-15-04	701,238	664,930	13.200
HOUSTON NATURAL GAS	1,000	9.750	02-01-95	777,864	695,440	13.400
MICHIGAN MISCOHIN PIPELINE	200	5.750	04-15-86	184,547	142,334	7.958
NATURAL GAS PIPELINE OF AMERICA	1,000	9.250	03-01-95	775,450	672,440	12.800
SOUTHO BP TRANS ALASKA PIPELINE	500	9.750	12-01-99	527,467	358,175	9.058
SUBCLASS TOTAL	8,540			7,031,541	6,065,930	
RAILROADS						
AMERICAN RAIL BOX CAR PP	358	9.125	11-01-90	357,698	276,679	9.125
ATCHISO TOPEKA & SANIA FE RR PP	953	8.625	09-19-89	953,390	703,601	8.625
BURLINGTON NORTHERN	500	8.600	01-15-99	500,000	320,000	8.600
GENERAL AMERICAN TRANSPORTATION	500	8.150	06-01-97	500,000	320,000	8.150
GENERAL AMERICAN TRANSPORTATION	1,000	13.875	09-15-01	995,061	928,420	13.947
MISSOURI PACIFIC RR PP	867	9.750	06-01-94	866,667	611,780	9.750
ST LOUIS SOUTHWESTERN RY PP	500	9.000	08-01-91	500,000	357,450	9.000
SOUTHERN RAILROAD	400	7.375	11-15-91	392,030	255,520	7.700
TRAILER TRAIN PP	405	11.250	07-15-89	404,854	344,329	11.700
TRAILER TRAIN PP	404	8.750	04-01-89	404,444	328,400	8.750
UNION PACIFIC RR	500	8.600	05-01-83	500,000	430,000	8.600
UNION PACIFIC RR	500	8.400	03-01-01	500,000	325,000	8.400
UNION PACIFIC RR EQUIPMENT TRUST	500	7.700	01-01-92	500,000	340,700	7.700
SUBCLASS TOTAL	7,427			7,414,144	5,541,879	
UTILITIES						
ALABAMA POWER CO	500	10.500	12-01-05	500,000	319,865	10.500
ARIZONA PUBLIC SERVICE	700	7.450	03-15-02	700,000	367,619	7.450
ARKANSAS LOUISIANA GAS	500	9.100	10-01-98	500,000	327,880	9.100
BALTIMORE GAS & ELECTRIC	400	8.375	09-15-06	402,730	232,564	8.300
BALTIMORE GAS & ELECTRIC	500	9.375	07-01-08	500,000	327,695	9.375
BELL TELEPHONE OF PENNSYLVANIA	200	6.750	05-01-08	200,000	101,388	6.750
BELL TELEPHONE OF PENNSYLVANIA	250	8.000	08-01-09	259,892	146,273	7.578
BELL TELEPHONE OF PENNSYLVANIA	500	8.625	07-01-06	523,406	311,160	8.075
BOSTON EDISON	23	3.000	08-01-84	22,185	16,416	4.308
BOSTON EDISON	143	4.625	06-01-87	135,817	86,687	6.052
BOSTON EDISON	350	4.750	11-01-95	352,484	136,360	4.669

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
CENTRAL ILLINOIS LIGHT	125	9.125	08-01-00	128,555	80,971	8.721
CENTRAL ILLINOIS LIGHT	500	9.250	05-01-06	496,889	311,995	9.325
CENTRAL ILLINOIS PUBLIC SERVICE	500	13.625	02-01-10	500,000	434,895	13.625
CENTRAL POWER & LIGHT	500	6.625	01-01-98	278,525	258,165	13.449
CENTRAL POWER & LIGHT	500	8.250	10-01-07	496,170	284,730	8.329
CENTRAL POWER & LIGHT	1,000	12.375	01-01-10	1,000,000	816,980	12.375
CENTRAL TEL DELAWARE	300	7.600	10-01-97	300,000	170,622	7.600
CENTRAL TEL DELAWARE	200	7.600	10-01-97	200,000	113,748	7.600
CHESAP & POTOMAC TEL MARYLAND	200	6.625	10-01-08	200,510	98,698	6.599
CHESAP & POTOMAC TEL MARYLAND	195	6.625	10-01-08	195,498	96,231	6.599
CHESAP & POTOMAC TEL MARYLAND	220	6.625	10-01-08	220,562	108,568	6.599
CHESAP & POTOMAC TEL MARYLAND	500	8.875	06-01-09	528,276	317,600	8.270
CHESAP & POTOMAC TEL VIRGINIA	200	5.250	05-01-05	202,053	82,916	5.159
CHESAP & POTOMAC TEL VIRGINIA	250	5.625	03-01-07	252,998	108,455	5.518
CHESAP & POTOMAC TEL VIRGINIA	700	5.625	03-01-07	605,395	303,674	7.039
CHESAP & POTOMAC TEL VIRGINIA	265	6.750	05-01-08	265,045	134,464	6.731
CHESAP & POTOMAC TEL WASHINGTON	100	4.375	02-01-98	99,721	40,013	4.403
CHESAP & POTOMAC TEL WEST VIRGINIA	400	7.250	05-01-09	401,944	214,056	7.199
CHESAP & POTOMAC TEL WEST VIRGINIA	100	9.000	05-15-15	93,796	63,786	9.659
CHESAP & POTOMAC TEL WEST VIRGINIA	100	7.375	08-01-11	498,774	270,560	7.400
CINCINNATI BELL TEL	200	7.375	05-01-99	200,943	106,810	7.312
CINCINNATI GAS & ELECTRIC	1,000	13.000	09-15-05	1,000,000	853,330	13.000
CITIES SERVICE GAS	100	2.750	09-01-85	94,297	65,509	4.334
CLEVELAND ELECTRIC	140	7.125	01-15-90	140,802	89,072	6.997
COLUMBIA GAS SYSTEM	200	7.500	06-01-97	122,721	119,146	13.451
COLUMBIA GAS SYSTEM	600	10.250	05-01-99	495,132	438,384	12.902
COLUMBIA GAS SYSTEM	500	11.750	10-01-99	496,521	405,615	11.403
COMMONWEALTH EDISON	400	8.750	03-01-05	400,000	230,744	8.750
COMMONWEALTH EDISON	500	8.125	01-15-07	497,863	267,290	8.170
COMMONWEALTH EDISON	500	8.250	12-01-07	491,185	270,555	8.434
COMMONWEALTH EDISON	500	9.125	10-15-08	492,033	297,645	9.299
COMMONWEALTH EDISON PP	1,000	9.125	06-01-98	1,000,000	646,300	9.125
CONNECUT LIGHT & POWER	212	6.875	10-01-98	210,778	103,030	6.949
CONNECUT LIGHT & POWER	270	6.875	10-01-98	267,618	131,217	6.988
CONSOLIDATED NATURAL GAS	200	7.750	10-01-96	173,108	117,532	9.550
CONSOLIDATED NATURAL GAS	800	8.125	06-01-97	527,893	502,680	13.341
CONSOLIDATED NATURAL GAS	500	8.125	06-01-97	311,230	314,175	14.199
CONSUMERS POWER PP	1,500	10.625	07-01-99	1,500,000	1,050,300	10.625
CONSUMERS POWER	40	4.625	08-01-89	40,452	21,100	4.331
CONSUMERS POWER	50	6.875	05-01-98	50,216	24,271	6.815
CONSUMERS POWER	285	11.500	07-01-00	246,907	198,101	13.515
DETROIT EDISON	665	9.000	12-01-99	711,389	390,987	8.046
DETROIT EDISON	500	9.875	05-01-04	490,929	304,400	10.129
DIAMOND STATE TEL	100	4.625	09-01-05	100,180	36,922	4.609
DUKE POWER	300	5.375	04-01-97	154,080	131,946	12.751
DUQUESNE LIGHT	300	7.000	01-01-99	299,055	155,223	7.040
DUQUESNE LIGHT	245	7.750	07-01-99	246,978	135,634	7.641
DUQUESNE LIGHT	350	8.750	03-01-00	350,000	215,618	8.750

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
DUQUESNE LIGHT	500	10.125	02-01-09	494,811	318,895	10.206
EL PASO ELECTRIC	1,000	16.350	05-01-91	1,000,000	1,047,940	16.350
EL PASO ELECTRIC PP	2,000	9.950	05-01-04	2,000,000	1,359,800	9.950
EQUILABLE GAS	411	8.000	06-15-97	411,000	239,819	8.000
FLORIDA POWER & LIGHT	300	7.750	09-01-01	303,580	167,358	7.598
FLORIDA POWER & LIGHT	300	7.750	09-01-01	187,500	167,358	13.280
GENERAL TEL CALIFORNIA	2,000	10.750	10-01-09	1,955,234	1,395,120	11.072
GENERAL TEL KENTUCKY PP	1,500	13.750	12-01-00	1,500,000	1,390,800	13.750
GENERAL TEL MIDWEST	500	7.625	01-01-03	500,000	269,240	7.625
GENERAL TEL SOUTHWEST	300	7.500	10-01-02	297,497	161,310	7.600
GEORGIA POWER	300	7.375	03-01-01	295,417	149,655	7.565
GEORGIA POWER	200	7.500	12-01-02	200,000	99,272	7.500
GEORGIA POWER	300	7.500	12-01-02	300,000	148,908	7.500
GULF POWER	1,000	15.000	02-01-10	969,200	880,290	15.500
GULF STATES UTILITIES	250	6.750	10-01-98	240,143	124,915	7.266
IDAH0 POWER	500	9.000	08-15-98	497,174	299,990	9.069
INDIANA & MICHIGAN ELECTRIC	215	4.375	08-01-93	215,119	85,521	4.367
INDIANA BELL TEL	450	4.375	06-01-03	451,328	163,314	4.348
INDIANA BELL TEL	200	5.500	04-01-07	201,134	85,278	5.449
INTERNATIONAL TEL & TEL	1,000	12.625	02-01-05	917,192	832,910	13.880
IOWA ILLINOIS GAS AND ELECTRIC	500	8.750	04-01-06	498,968	301,005	8.770
IOWA PUBLIC SERVICE	200	7.375	06-01-02	196,504	106,454	7.588
IOWA PUBLIC SERVICE	1,000	9.750	09-01-09	985,909	650,380	9.900
JERSEY CENTRAL POWER & LIGHT	500	8.000	11-01-01	504,295	230,625	7.890
KANSAS CITY POWER & LIGHT	200	6.750	04-01-98	201,332	103,658	6.661
KANSAS CITY POWER & LIGHT	260	7.125	02-01-99	261,104	139,110	7.069
KANSAS CITY POWER & LIGHT	900	7.625	05-01-02	507,880	492,084	14.400
KENTUCKY POWER	500	5.125	01-01-96	415,483	219,090	7.674
KENTUCKY UTILITIES	500	9.625	08-01-09	500,000	321,235	9.625
KENTUCKY UTILITIES	500	7.500	12-01-96	299,533	168,129	7.522
ENSTECHE	300	7.500	12-01-96	184,905	162,591	7.522
ENSTECHE	200	7.500	12-01-96	199,689	112,086	12.100
LOUISVILLE GAS & ELECTRIC	300	4.875	10-01-90	184,709	107,040	14.350
MAINE MARKET ATOMIC POWER	2,000	7.625	05-01-02	1,116,709	218,210	6.419
MICHIGAN BELL TEL	450	6.375	02-01-05	448,066	84,859	6.319
MICHIGAN BELL TEL	175	6.375	02-01-05	175,944	84,859	8.840
MICHIGAN BELL TEL	200	9.600	10-01-08	213,607	133,820	8.840
MICHIGAN BELL TEL	30	4.500	03-15-88	30,213	17,215	4.334
MICHIGAN CONSOLIDATED GAS	500	10.500	08-01-05	500,000	353,215	10.500
MIRRSOIA POWER & LIGHT	500	8.700	09-01-06	500,000	290,135	8.700
MIRRSOIA POWER & LIGHT	500	8.350	09-01-07	500,000	281,030	8.350
MIRRSOIA POWER & LIGHT	500	8.350	09-01-07	500,000	281,030	8.350
MISSISSIPPI POWER & LIGHT	250	8.350	09-01-07	156,730	100,515	13.750
MISSISSIPPI POWER & LIGHT	200	7.750	05-01-02	200,000	107,880	7.750
MISSISSIPPI POWER & LIGHT	300	7.750	05-01-02	300,000	161,820	7.750
MONTANA POWER	20	4.500	04-01-89	20,131	10,955	4.366
MONTANA POWER	200	4.500	04-01-89	200,844	109,552	4.414
MONTANA POWER	21	4.500	04-01-89	21,087	11,503	4.414
MONTANA POWER	400	7.500	04-01-01	400,000	212,552	7.500

PUBLIC EMPLOYEES' RETIREMENT FUND

SICURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
MONTANA POWER	500	8.625	03-01-04	501,003	291,100	8.599
MONTANA POWER	500	9.600	07-01-05	500,000	311,600	9.600
MONTANA POWER	500	9.875	01-01-09	496,725	297,900	9.949
MONTANA POWER	500	9.875	01-01-09	496,725	297,900	9.949
MOUNTAIN STATES TEL & TEL	200	5.000	04-01-00	205,203	84,638	4.746
MOUNTAIN STATES TEL & TEL	100	5.500	06-01-05	100,548	43,202	5.449
MOUNTAIN STATES TEL & TEL	160	6.000	08-01-07	154,880	72,885	6.309
MOUNTAIN STATES TEL & TEL	200	6.000	08-01-07	200,000	91,106	5.950
MOUNTAIN STATES TEL & TEL	300	6.000	08-01-07	300,000	136,659	6.000
MOUNTAIN STATES TEL & TEL	500	8.700	09-01-81	500,000	494,745	8.700
MOUNTAIN STATES TEL & TEL	500	8.625	04-01-18	495,405	303,700	8.710
MOUNTAIN STATES TEL & TEL	1,000	11.250	11-01-19	1,000,000	785,000	11.250
NEW ENGLAND TEL & TEL	100	4.625	04-01-99	101,571	40,578	4.465
NEW ENGLAND TEL & TEL	200	6.125	10-01-06	201,339	90,112	6.057
NEW ENGLAND TEL & TEL	350	6.125	10-01-06	350,000	157,696	6.125
NEW ENGLAND TEL & TEL	950	6.125	10-01-06	737,138	428,032	8.503
NEW JERSEY BELL TEL	150	5.875	12-01-06	151,373	68,115	5.782
NEW JERSEY BELL TEL	300	6.625	04-01-08	301,076	150,174	6.533
NEW YORK STATE ELECTRIC & GAS	100	5.625	01-01-97	87,638	42,926	7.350
NEW YORK TEL	800	4.500	05-15-91	692,704	439,208	6.951
NEW YORK TEL	176	4.500	05-15-91	161,761	96,626	5.961
NEW YORK TEL	150	4.625	10-01-97	151,520	63,219	4.515
NEW YORK TEL	100	4.625	10-01-97	89,129	47,146	5.996
NEW YORK TEL	65	4.625	01-01-02	65,756	25,228	4.521
NEW YORK TEL	470	4.625	01-01-04	475,229	178,835	4.528
NEW YORK TEL	450	4.875	01-01-06	453,034	174,204	4.817
NEW YORK TEL	171	4.875	01-01-06	197,080	66,193	5.983
NEW YORK TEL	250	7.500	03-01-09	252,942	138,128	7.374
NEW YORK TEL	300	8.000	07-15-08	311,869	175,734	7.572
NEW YORK TEL	400	8.625	09-01-96	400,000	250,440	8.625
NORTH ELECTRIC PP	150	4.625	05-15-95	151,587	64,400	4.496
NORTHERN INDIANA PUBLIC SERVICE	500	11.750	12-15-09	500,000	396,260	11.750
NORTHERN INDIANA PUBLIC SERVICE	250	4.500	08-01-94	251,524	107,153	4.422
NORTHERN STATES POWER	150	4.375	05-01-89	139,139	89,594	5.965
NORTHWESTERN BELL TEL	175	4.375	03-01-03	176,935	63,994	4.282
NORTHWESTERN BELL TEL	500	6.250	01-01-07	498,213	239,200	6.284
NORTHWESTERN BELL TEL	300	7.875	01-01-11	311,442	172,428	7.479
OHIO BELL TEL	150	5.000	02-01-06	151,014	59,400	4.941
OHIO BELL TEL	50	5.000	02-01-06	50,338	19,800	4.941
OHIO BELL TEL	150	5.375	03-01-07	150,000	62,598	5.375
OHIO BELL TEL	175	5.375	03-01-07	175,000	73,031	5.375
OHIO BELL TEL	395	6.750	07-01-08	396,440	200,395	6.713
OHIO BELL TEL	100	8.750	01-01-10	100,181	62,387	8.726
OHIO EDISON	50	4.500	04-01-89	50,211	27,310	4.394
OHIO EDISON	300	8.250	09-01-99	303,843	177,933	8.069
OHIO EDISON	250	9.250	05-01-00	250,413	160,068	9.225
OTTER TAIL POWER PP	1,000	13.375	11-01-05	1,000,000	900,200	13.375
OTTER TAIL POWER	500	9.625	11-01-08	500,000	311,195	9.625

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY

PAR VALUE INTEREST RATE MATURITY DATE

COST

MARKET VALUE

YIELD

UTILITIES

OTHER TAIL POWER	2,000	9.625	11-01-08	141,529	124,478	13.800
PACIFIC GAS & ELECTRIC	400	6.875	12-01-99	209,180	207,044	14.349
PACIFIC GAS & ELECTRIC	380	8.000	06-01-03	395,918	215,213	7.498
PACIFIC GAS & ELECTRIC	500	10.125	08-01-12	498,827	339,180	10.151
PACIFIC GAS & ELECTRIC	1,000	16.250	02-01-14	979,276	1,000,000	16.583
PACIFIC NORTHWEST BELL TEL	140	4.500	11-01-94	125,526	63,048	5.992
PACIFIC NORTHWEST BELL TEL	281	4.500	12-01-00	281,000	108,567	4.500
PACIFIC NORTHWEST BELL TEL	110	6.750	12-01-07	111,068	55,703	6.416
PACIFIC NORTHWEST BELL TEL	150	6.750	12-01-07	154,825	75,959	6.415
PACIFIC NORTHWEST BELL TEL	500	6.750	12-01-07	385,502	253,195	9.655
PACIFIC NORTHWEST BELL TEL	250	6.750	12-01-07	254,129	126,598	6.575
PACIFIC NORTHWEST BELL TEL	200	7.750	08-01-09	200,000	113,336	7.750
PACIFIC NORTHWEST BELL TEL	300	7.750	08-01-09	294,953	170,004	7.937
PACIFIC NORTHWEST BELL TEL	300	8.625	10-01-10	313,575	184,236	8.113
PACIFIC NORTHWEST BELL TEL	100	8.625	10-01-10	99,165	61,412	8.726
PACIFIC TEL & TEL	73	3.125	09-15-83	71,237	58,928	4.300
PACIFIC TEL & TEL	200	6.000	11-01-02	202,126	87,972	5.889
PACIFIC TEL & TEL	175	6.000	11-01-02	175,847	76,976	5.449
PACIFIC TEL & TEL	1,000	6.000	11-01-02	904,189	439,860	7.098
PACIFIC TEL & TEL	300	6.000	11-01-02	235,198	131,958	8.711
PACIFIC TEL & TEL	300	8.750	10-01-06	299,728	174,549	8.761
PACIFIC TEL & TEL	360	7.800	03-01-07	360,000	192,362	7.800
PACIFIC TEL & TEL	340	7.800	03-01-07	204,077	181,676	7.500
PACIFIC TEL & TEL	300	7.800	03-01-07	307,129	160,302	7.534
PACIFIC TEL & TEL	200	9.500	06-15-11	191,031	123,438	10.070
PACIFIC TEL & TEL	1,000	9.750	02-15-16	1,000,000	638,810	9.875
PACIFIC TEL & TEL	500	9.750	07-01-19	500,000	315,145	9.750
PACIFIC TEL & TEL	1,000	9.750	07-01-19	1,000,000	630,790	9.750
PACIFIC TEL & TEL	500	9.750	07-01-19	500,000	315,145	9.750
PACIFIC TEL & TEL	2,000	15.500	03-01-20	1,993,792	1,877,660	15.549
PACIFIC TEL & TEL	1,000	16.125	04-01-21	990,063	961,940	16.288
PACIFIC TEL & TEL	200	4.625	10-01-94	202,107	66,250	4.492
PACIFIC TEL & TEL	175	4.625	05-01-94	175,698	69,360	4.449
PACIFIC TEL & TEL	250	6.125	10-01-97	250,452	110,148	6.102
PACIFIC TEL & TEL	50	4.625	10-01-97	49,141	22,030	6.341
PACIFIC TEL & TEL	100	4.625	03-01-94	100,592	41,021	4.557
PACIFIC TEL & TEL	200	7.750	10-01-07	200,373	103,308	7.729
PACIFIC TEL & TEL	200	7.750	06-15-02	198,344	107,684	7.600
PACIFIC TEL & TEL	1,000	10.125	06-01-09	1,000,000	54,286	14.197
PACIFIC TEL & TEL	500	8.250	03-01-17	495,363	346,750	14.250
PACIFIC TEL & TEL	500	8.250	03-01-17	497,411	344,770	10.231
PACIFIC TEL & TEL	1,500	8.250	11-01-15	843,405	295,065	8.300
PACIFIC TEL & TEL	53	4.000	10-01-83	51,407	886,170	14.800
PACIFIC TEL & TEL	100	4.625	12-01-93	101,275	47,447	4.425
PACIFIC TEL & TEL	100	4.625	12-01-93	74,652	47,447	4.409
PACIFIC TEL & TEL	100	5.000	12-01-97	107,240	46,803	8.312
PACIFIC TEL & TEL	105	5.000	12-01-97	107,240	46,803	4.735

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
SOUTHERN BELL TEL & TEL	100	4.375	03-01-98	97,894	100,296	4.599
SOUTHERN BELL TEL & TEL	300	4.750	09-01-00	243,975	121,896	6.986
SOUTHERN BELL TEL & TEL	70	4.375	08-01-03	69,782	25,453	4.402
SOUTHERN BELL TEL & TEL	130	4.375	08-01-03	130,184	47,269	4.361
SOUTHERN BELL TEL & TEL	300	8.000	07-01-99	301,794	184,653	7.907
SOUTHERN CALIFORNIA EDISON	500	9.625	11-01-03	496,866	333,315	9.700
SOUTHERN CALIFORNIA EDISON	500	9.625	11-01-03	496,866	333,315	9.700
SOUTHERN CALIFORNIA GAS	200	4.375	07-01-88	200,510	114,868	4.318
SOUTHERN CALIFORNIA GAS	200	5.875	12-01-91	184,576	109,692	7.264
SOUTHERN CALIFORNIA GAS	300	7.625	09-01-97	300,476	168,132	7.602
SOUTHERN CALIFORNIA GAS	200	7.625	09-01-97	200,634	112,088	7.579
SOUTHERN CALIFORNIA GAS	500	8.500	10-01-97	496,436	312,535	8.593
SOUTHERN CALIFORNIA GAS	1,000	8.500	10-01-97	992,872	625,070	8.593
SOUTHERN CALIFORNIA GAS	1,000	12.750	11-01-99	1,000,000	818,090	12.750
SOUTHERN NEW ENGLAND TEL	100	7.750	06-01-04	100,000	55,708	7.750
SOUTHWESTERN BELL TEL	135	4.500	08-01-97	137,000	56,450	4.343
SOUTHWESTERN BELL TEL	1,475	5.875	06-01-03	703,675	686,524	13.250
SOUTHWESTERN BELL TEL	410	6.750	06-01-08	418,920	207,817	6.535
SOUTHWESTERN BELL TEL	100	6.750	06-01-08	102,994	50,687	6.458
SOUTHWESTERN BELL TEL	10	6.750	06-01-08	10,127	5,069	6.623
SOUTHWESTERN BELL TEL	245	6.750	06-01-08	243,120	124,183	6.623
SOUTHWESTERN BELL TEL	240	6.750	06-01-08	243,047	121,649	6.623
SOUTHWESTERN BELL TEL	100	8.250	04-01-17	96,081	59,005	8.635
SOUTHWESTERN BELL TEL	1,000	11.375	01-15-20	808,908	787,500	14.125
SOUTHWESTERN ELECTRIC POWER	300	4.375	04-01-93	300,386	135,732	4.355
SOUTHWESTERN PUBLIC SERVICE	30	4.500	02-01-94	30,000	13,198	4.500
SOUTHWESTERN PUBLIC SERVICE	70	4.500	02-01-94	70,243	30,794	4.453
SOUTHWESTERN PUBLIC SERVICE	2,000	8.450	05-01-01	1,326,839	1,212,100	13.401
SOUTHWESTERN PUBLIC SERVICE	500	8.750	03-01-08	500,000	300,635	8.750
TEXAS ELECTRIC SERVICE	300	4.375	04-01-93	301,349	140,835	4.314
TEXAS ELECTRIC SERVICE	500	9.500	02-01-09	496,773	329,940	9.571
TEXAS ELECTRIC SERVICE	500	9.500	02-01-09	496,773	329,940	9.571
TEXAS POWER & LIGHT	100	8.875	09-01-00	101,573	63,095	8.649
UCONSON GAS & ELECTRIC PP	250	4.550	02-01-95	250,000	100,925	4.550
URION ELECTRIC	100	4.500	11-01-93	100,431	40,301	4.440
UNITED ILLUMINATING	500	8.250	12-15-03	500,000	262,305	8.250
UNITED INTERMOUNTAIN TELEPHONE PP	410	11.000	10-01-99	410,000	310,288	11.000
UNITED TEL CAROLINAS PP	460	7.875	10-01-02	460,000	253,184	7.875
UNITED TEL CAROLINAS PP	475	9.875	10-01-00	475,000	324,663	9.875
UNITED TEL MISSOURI PP	470	7.875	06-01-03	470,000	257,795	7.875
UNITED TEL NORTHWEST PP	470	10.750	09-01-99	470,000	308,505	10.750
UTAH POWER & LIGHT	300	7.500	05-01-02	300,000	159,846	7.500
UTAH POWER & LIGHT	500	10.250	11-01-05	502,032	350,775	10.195
UTAH POWER & LIGHT	2,000	9.125	05-01-08	2,000,000	1,210,520	9.125
VIRGINIA ELECTRIC POWER	500	8.625	03-01-07	496,785	282,850	8.690
VIRGINIA ELECTRIC POWER	500	9.625	07-01-08	500,000	312,820	9.625
WASHINGTON WATER POWER	200	4.625	09-01-94	200,000	85,918	4.625

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
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UTILITIES

SUBCLASS TOTAL

103,539

97,112,332

64,332,300

CANADIAN

BELL TELEPHONE OF CANADA	500	9.000	01-15-08	500,000	300,000	9.000
BELL TELEPHONE OF CANADA	500	13.375	10-15-10	500,000	439,055	13.375
BELL TELEPHONE OF CANADA	500	13.375	10-15-10	500,000	439,055	13.375
BELL TELEPHONE OF CANADA	1,000	13.375	10-15-10	975,536	878,110	13.721
BRITISH COLUMBIA HYDRO & POWER	1,000	8.375	06-15-07	1,000,000	570,000	8.375
BRITISH COLUMBIA HYDRO & POWER PP	1,000	9.625	07-15-96	1,000,000	677,900	9.625
CANADIAN RAIL RAILWAY PP	499	9.000	07-01-91	498,719	352,146	9.000
CANADIAN RAIL RAILWAY PP	1,000	9.250	03-15-98	1,000,000	646,200	9.250
CANADIAN PACIFIC EQUIPMENT TRUST PP	333	10.125	07-02-90	333,333	258,500	10.125
HYDRO-QUEBEC	500	10.000	11-15-05	500,000	320,000	10.000
IMPERIAL OIL	1,000	9.750	09-15-09	998,174	660,000	9.750
MANITOBA HYDRO ELECTRIC BOARD	400	9.250	06-15-04	399,234	254,000	9.270
MANITOBA HYDRO ELECTRIC BOARD	100	9.250	06-15-04	99,808	63,500	9.270
MANITOBA HYDRO ELECTRIC BOARD	500	9.375	12-01-04	485,352	322,500	9.763
MUNICIPAL FINANCE AUTHORITY OF BC	980	8.200	05-01-01	980,000	597,800	8.875
MUNICIPAL FINANCE AUTHORITY OF BC	500	8.200	10-15-86	500,000	300,000	8.200
MUNICIPAL FINANCE AUTHORITY OF BC	200	8.200	10-15-86	200,000	152,000	8.200
MUNICIPAL FINANCE AUTHORITY OF BC	200	8.200	10-15-86	200,000	152,000	8.200
MUNICIPAL FINANCE AUTHORITY OF BC	700	13.750	12-01-05	697,436	623,000	13.948
NOVA SCOTIA POWER	500	10.500	09-15-00	500,000	345,000	10.500
ONTARIO HYDRO PP	945	9.500	03-15-96	945,000	635,324	9.500
QUEBEC HYDRO ELECTRIC	500	8.500	08-01-03	492,168	275,000	8.700
QUEBEC HYDRO ELECTRIC	600	8.500	08-01-03	597,790	330,000	8.550
QUEBEC HYDRO ELECTRIC	500	8.250	01-01-04	498,125	270,000	8.295
QUEBEC HYDRO ELECTRIC	500	8.250	01-01-04	498,106	270,000	8.294
QUEBEC HYDRO ELECTRIC	500	10.700	08-01-99	500,000	390,000	10.700

SUBCLASS TOTAL

15,457

15,398,781

10,601,090

CONVERTIBLE BONDS

CITICORP CV	100	5.750	06-30-00	100,000	74,250	5.750
FIRST BANK SYSTEMS CV	100	6.250	06-30-00	100,000	90,250	6.250
FORTMOST MCKESSON CV	50	9.750	03-15-06	50,000	49,750	9.750
HERCULES CV	200	6.500	06-30-99	200,000	161,500	6.500
MGIC INVESTMENT CORP CV	55	5.000	12-15-93	55,000	40,700	5.000
JP MORGAN & CO CV	50	4.750	11-01-98	50,000	37,500	4.750
JP MORGAN & CO CV	100	4.750	11-01-98	100,000	75,000	4.750

SUBCLASS TOTAL

655

655,000

528,950

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CONVERTIBLE BONDS						
SECURITY TOTAL	202,222			190,916,784	133,506,082	
MONEY MARKET INSTRUMENTS						
US BANKERS ACCEPTANCE						
BANKERS ACCEPTANCES CONT ILL CHICAGO	1,500	19.250	07-07-81	1,490,927	1,494,385	16.750
BANKERS ACCEPTANCES CROCKER NATIONAL	2,000	19.250	07-16-81	1,975,600	1,982,889	18.300
SUBCLASS TOTAL	3,500			3,466,527	3,477,274	
SECURITY TOTAL	3,500			3,466,527	3,477,274	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FARMERS HOME ADMINISTRATION NOTES PP	248	8.750	12-26-94	247,906	176,831	8.750
FARMERS HOME ADMINISTRATION NOTES PP	36	8.750	12-09-94	35,590	25,393	8.750
FARMERS HOME ADMINISTRATION NOTES PP	637	8.750	05-04-95	636,951	452,426	8.750
MARTIN LUTHER TOWER INC	56	5.150	05-01-06	52,608	22,887	5.717
FEDERAL HOME LOAN BANKS	500	7.650	05-26-87	500,000	370,910	7.650
FEDERAL HOME LOAN MORTGAGE CORPORATION	381	8.200	09-15-07	378,827	273,009	8.243
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	8.550	09-12-88	998,125	751,700	8.580
CHINA PASSTHROUGH	1,976	10.000	11-15-09	1,776,182	1,426,171	11.238
GLOBAL MARINE DEEPWATER DRILLING USGG	500	8.500	03-01-98	500,000	337,175	8.500
INTERNATIONAL BANK FOR RECONSTRUCTION	500	8.125	08-01-96	500,000	304,605	8.125
MARINE DRILLING USGG MH SHIP PP	1,000	14.250	03-01-96	1,000,000	999,500	14.250
MUTUAL MORTGAGE GEN INSURANCE FUND	130	4.125	12-01-85	127,585	85,449	4.695
NORTHWEST SHIPPING CORP USGG	962	8.350	07-01-96	962,000	651,274	8.350
PATRIOT V SHIPPING CORP USGG	1,000	8.100	04-12-04	1,000,000	622,000	8.100
SEA TRAIN STUYVESANT USGG SHIP	458	7.950	09-30-97	458,227	294,365	7.950
USGG SHIP FINANCING BONDS LNG ARIES	500	8.200	12-13-02	500,000	318,425	8.200
TEXACO STAR TANKERS PP	1,000	9.250	07-03-99	1,000,000	720,200	9.250
WHITNEY STEAMSHIP CO USGG PP	459	9.300	04-29-00	458,917	330,558	9.300
SUBCLASS TOTAL	11,343			11,132,918	8,162,908	
SECURITY TOTAL	11,343			11,132,918	8,162,908	
MUNICIPAL BONDS						
STATE-DIRECT OR GUARANTEED						
ESC BUILDING REVENUE BOND	412	8.000	06-01-86	412,453	412,458	8.000
ESC BUILDING REVENUE BOND	285	8.000	06-01-88	285,417	285,417	8.000

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MUNICIPAL BONDS						
STATE-DIRECT OR GUARANTEED						
SUBCLASS TOTAL	697			697,875	697,875	
SECURITY TOTAL	697			697,875	697,875	
OTHER HOLDINGS						
BUILDINGS AND LAND	151	.000	00-00-00	151,899	151,899	
MT. COMMON STOCK POOL	25,779	.000	00-00-00	25,779,382	33,560,572	
MORTGAGES	38,142	.000	00-00-00	38,562,934	38,562,935	
SUBCLASS TOTAL	64,072			64,494,216	72,275,406	
SECURITY TOTAL	64,072			64,494,216	72,275,406	
FUND TOTAL	281,834			270,708,320	218,119,545	

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
ALLIED CHEMICAL	500	9.000	04-01-00	497,191	327,255	9.076
ALUMINUM CO OF AMERICA	100	7.450	11-15-96	90,645	59,451	7.450
AMAX INC	1,000	14.250	12-15-90	992,830	969,830	14.391
AMERICAN BRANDS	100	5.875	07-01-92	64,820	58,349	12.058
AMERICAN CAN COMPANY	1,000	11.375	07-01-10	993,882	767,070	11.450
AMERICAN HOSPITAL SUPPLY CORP	500	7.875	08-15-07	498,693	290,695	7.900
AHACONDA CO	100	6.625	11-15-93	98,941	58,156	6.793
AHACORIDA CO	250	6.625	11-15-93	236,563	145,390	7.510
ANACONDA CO	100	6.625	11-15-93	66,712	58,156	12.200
ANACONDA CO	100	6.625	11-15-93	60,810	58,156	13.248
ARMSTRONG CORK	250	8.000	05-15-96	250,000	159,808	8.000
ATLANTIC RICHFIELD	300	8.625	04-01-00	300,000	198,021	8.625
BENDIX CORP	250	6.625	12-01-92	219,665	150,280	6.625
BENDIX CORP	100	6.625	12-01-92	96,264	60,112	7.263
BETHLEHEM STEEL	500	8.450	03-01-05	500,000	288,610	8.450
BORDEN	500	9.375	06-15-09	350,726	331,360	13.570
BURLINGTON INDUSTRIES	500	9.000	08-15-95	352,954	342,000	13.799
BURLINGTON INDUSTRIES	1,000	11.250	08-01-90	995,451	812,650	11.334
CITIES SERVICE	525	6.625	08-01-99	474,058	277,421	8.043
CITIES SERVICE	250	6.625	08-01-99	236,330	132,105	7.330
CONSOLIDATED NATURAL GAS	1,000	12.875	10-01-00	1,000,000	852,860	12.875
CONTINENTAL OIL	500	8.875	06-01-01	499,004	329,220	8.900
DAYTON HUDSON CORP	104	9.750	06-01-95	104,000	75,997	9.750
DOW CHEMICAL CO	150	7.750	07-15-99	98,983	92,147	12.651
DOW CHEMICAL CO	200	7.750	07-15-99	130,939	122,862	12.750
ENGELHARD MINERALS & CHEMICALS	500	11.750	08-01-05	497,591	401,455	11.812
ENGELHARD MINERALS & CHEMICALS	500	11.750	08-01-05	497,591	401,455	11.812
FOOD MAKER INC PP	150	8.750	11-01-89	149,998	109,559	8.750
GENERAL MILLS	176	8.875	10-15-95	176,000	122,042	8.875
GULF OIL CORP	400	5.350	06-15-91	341,059	228,324	7.888
GULF OIL CORP	50	6.625	06-15-93	50,000	31,129	6.625
HALLIBURTON CO	500	9.250	04-01-00	498,123	349,685	9.302
HOOVER CHEMICAL PP	21	10.500	06-29-96	21,317	15,751	10.500
HOOVER CHEMICAL PP	457	10.500	06-29-96	456,627	337,402	10.500
INCO LIMITED	500	12.375	07-15-10	496,125	375,000	12.476
INCO LIMITED	500	8.750	05-01-85	499,425	411,090	8.796
INLAND STEEL	500	9.500	09-01-00	498,081	327,930	9.550
INLAND STEEL	500	7.900	01-15-07	500,000	269,160	7.900
INTERNATIONAL HARVESTER	100	6.250	03-01-98	100,000	40,245	6.250
INTERNATIONAL HARVESTER	500	8.850	12-15-00	500,000	326,910	8.850
INTERNATIONAL PAPER CO	300	7.875	05-01-01	294,041	180,897	8.144
KENNECOTT COPPER CORP	650	7.875	05-01-01	371,406	391,944	14.650
KENNECOTT COPPER CORP	350	7.875	05-01-01	204,263	211,047	14.350
KENNECOTT COPPER CORP	500	7.600	01-15-07	500,000	288,105	7.600
KRAFT INC	250	8.500	02-01-00	249,610	160,815	8.523
MARATHON OIL	250	7.650	11-01-83	250,000	213,705	7.650
MARATHON OIL	100	7.650	11-01-83	100,000	85,482	7.650
J RAY McDERMOTT & CO	500	9.625	03-15-04	498,863	325,145	9.651

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
NATIONAL STEEL CORP	300	8.375	08-01-06	300,000	173,925	8.375
OUTBOARD MARINE CORP	100	7.750	02-01-96	99,708	55,735	7.795
OWENS ILLINOIS	250	7.625	04-01-01	145,701	147,153	13.900
OWENS ILLINOIS	150	7.625	04-01-01	87,421	88,292	13.900
OWENS ILLINOIS	500	7.625	04-01-01	450,255	294,305	8.790
OWENS ILLINOIS	500	7.625	04-01-01	459,819	294,305	8.616
PPG INDUSTRIES	500	9.000	06-15-95	390,749	342,700	12.400
PACKAGING CORP OF AMERICA	105	4.375	10-01-87	105,000	65,038	4.375
JC PENNEY	250	9.000	06-15-97	250,000	162,820	9.000
JC PENNEY	500	12.000	07-15-10	500,000	397,450	12.000
JC PENNEY	500	12.000	07-15-10	495,150	397,450	12.122
PHILIP MORRIS	250	8.875	06-01-04	248,806	160,200	8.935
PHILIP MORRIS	1,000	8.875	11-30-98	1,000,000	647,900	8.875
PHILIPS PETROLEUM	200	7.625	03-15-01	199,340	120,434	7.668
RESEARCH PROPERTIES INC PP	242	8.250	11-01-99	242,017	146,130	8.250
RJ REYNOLDS INDUSTRIES	500	8.000	01-15-07	500,000	300,085	8.000
RJ REYNOLDS TOBACCO CO	50	7.875	09-01-94	49,934	33,105	7.898
RICHARDSON MIRELL	500	8.850	12-15-99	330,528	329,885	14.050
SI REGIS PAPER	1,000	10.625	06-15-10	962,537	724,740	11.070
SCOTT PAPER	200	8.875	06-01-00	108,904	133,346	9.550
SEARS ROEBUCK & CO	241	8.625	10-01-95	240,306	166,263	8.674
SEARS ROEBUCK & CO	200	8.625	10-01-95	190,154	137,982	9.300
SEARS ROEBUCK & CO	500	8.000	04-01-06	323,716	294,140	12.800
SHELL OIL	150	8.000	04-01-06	498,966	294,140	8.020
SHELL OIL	200	5.300	03-15-92	131,051	85,356	7.750
SHELL OIL	500	8.750	05-15-05	199,786	113,808	5.318
SHELL OIL	456	8.400	03-14-01	455,556	326,845	8.400
SHELL OIL ALASKA PP	479	9.300	03-07-02	478,547	329,815	8.400
SHELL OIL USI ATLANTIC PP	500	9.850	05-15-04	500,000	344,825	9.850
SMITH INTERNATIONAL	500	7.000	04-01-96	439,082	300,635	8.624
STANDARD OIL OF CALIFORNIA	333	7.500	01-01-99	333,335	199,501	7.500
STANDARD OIL OF CALIFORNIA PP	500	8.500	07-02-99	915,908	606,789	8.500
STANDARD OIL OF CALIFORNIA PP	916	8.500	07-15-98	250,000	139,593	6.500
EXXON CORP	250	6.500	01-01-00	249,608	160,955	8.523
STANDARD OIL CO OHIO	250	8.125	06-01-96	248,506	160,555	8.220
STAUFFER CHEMICAL CO	250	8.000	07-01-97	34,472	32,111	12.950
STAUFFER CHEMICAL CO	588	9.875	05-01-00	587,914	353,630	8.000
SYSTEMS BUILDING CORP PP	500	14.500	04-01-06	398,310	356,565	12.800
TEENECO	1,000	8.500	04-01-06	985,138	935,000	14.726
TEENECO	500	8.500	04-01-06	496,906	313,700	8.569
TEXACO INC	500	8.500	01-01-85	121,236	101,196	8.500
TEXACO INC	121	8.500	03-01-06	99,383	63,166	8.695
TOWSON EQUIPMENT CORP	100	8.625	03-01-06	894,446	568,494	8.695
UNION OIL CO OF CALIFORNIA	900	7.500	01-01-98	492,863	290,592	7.500
UNION OIL CO OF CALIFORNIA PP	493	7.750	03-01-01	200,000	112,766	7.750
US STEEL CORP	200	7.850	01-15-96	265,477	172,983	9.700
WESTERN AUTO SUPPLY CO	300					

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
WESTERN AUTO SUPPLY CO	450	7.850	01-15-96	448,020	259,475	7.919
WESTERN ELECTRIC	450	7.500	06-15-96	450,000	284,355	7.500
WESTERN ELECTRIC	250	7.500	06-15-96	201,751	151,975	10.200
WESTINGHOUSE ELECTRIC CORP	89	8.625	09-01-95	88,874	60,633	8.649
WHETLABRACK FRYE	1,000	11.750	07-15-05	1,000,000	795,100	11.750
WHITCO CHEMICAL	500	9.500	08-15-09	498,241	327,370	9.538
YOUNGSTOWN SHEET & TUBE CO PP	666	4.600	07-01-95	536,118	246,420	7.527
SUBCLASS TOTAL	40,612			38,213,101	27,331,625	
BANKS AND INSURANCE						
AETNA LIFE & CASUALTY CO	500	8.125	10-15-07	491,807	298,170	8.169
AMERICAN GENERAL INSURANCE CO	500	9.375	12-15-08	496,568	319,205	9.450
AMERICAN GENERAL INSURANCE CO	500	9.375	12-15-08	496,568	319,205	9.450
BANKERS TRUST NEW YORK CORP	500	8.625	11-01-02	498,932	302,170	8.649
BIRKSHIRE HATHAWAY PP	413	8.000	03-01-93	413,000	265,559	8.000
CHEMICAL NEW YORK	400	8.250	08-01-02	398,209	235,540	8.300
CHEMICAL NEW YORK	500	8.250	08-01-02	491,761	294,425	8.300
CITICORP NOTES	500	8.450	03-15-07	306,850	299,010	14.100
CITICORP NOTES	500	8.450	03-15-07	318,978	299,010	13.650
CITICORP NOTES	700	8.450	03-15-07	484,167	418,614	12.700
CITICORP NOTES	500	8.450	03-15-07	318,978	299,010	13.650
CITICORP NOTES	500	8.125	07-01-07	495,604	281,970	8.215
CITICORP NOTES	500	8.125	07-01-07	317,001	287,970	13.250
DORNING BANKSHARES	200	7.750	11-15-96	200,000	110,018	7.750
FIRST SECURITY CORPORATION PP	500	8.500	10-01-97	500,000	309,950	8.500
INDUSTRIAL NATIONAL CORP NOTES	500	7.400	07-01-81	500,000	499,840	7.400
MANUFACTURERS HANOVER	300	8.125	08-15-07	190,959	171,426	13.150
NUT CORP NOTES	500	8.800	05-01-85	500,000	406,805	8.800
SAFECO CORP	500	7.600	12-15-86	500,000	364,330	7.600
WESTERN BANCORP	1,000	12.250	05-15-10	992,291	819,070	12.350
SUBCLASS TOTAL	10,013			8,923,733	6,607,297	
OTHER FINANCIAL						
AMERICAN EXPRESS CREDIT CORP	1,000	11.250	07-01-00	796,140	748,950	14.449
ASSOCIATES INVESTMENT CO	300	7.375	12-01-88	299,128	199,584	7.451
BENEFICIAL CORP	500	8.300	06-01-03	500,000	291,930	8.300
BENEFICIAL CORP	500	8.350	02-15-88	500,000	356,610	8.350
BENEFICIAL FINANCE CO	50	5.000	11-01-90	42,570	26,262	8.326
CIT FINANCIAL CORP	150	6.375	10-01-86	145,098	107,064	7.398
CIT FINANCIAL CORP	150	4.625	05-01-89	125,499	83,826	8.977

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
OTHER FINANCIAL						
CHA FINANCIAL CORP	250	8.500	12-15-95	249,276	143,785	8.549
CHARNELVIEW LEASING CO PP	493	9.250	07-15-96	492,883	333,879	9.250
CHANNING HOUSE	30	5.000	05-01-04	30,566	10,974	4.851
CHRYSLER FINANCIAL CORP	100	7.700	03-01-92	99,061	51,750	7.877
CLARK EQUIPMENT CREDIT CORP	300	7.850	12-15-91	300,000	185,694	7.850
COMMERCIAL CREDIT	500	7.750	02-15-92	497,346	296,610	7.851
FORD MOTOR CREDIT	500	8.375	05-01-84	499,291	401,070	8.439
GENERAL MOTORS ACCEPTANCE CORP	180	6.250	08-01-88	141,733	119,129	10.801
GENERAL MOTORS ACCEPTANCE CORP	500	8.650	02-15-08	500,000	305,130	8.650
HELLER WALTER L CO	300	9.500	12-01-89	300,000	195,978	9.500
INTERNATIONAL HARVESTER CREDIT	200	8.625	08-01-91	200,000	111,000	8.625
INTERNATIONAL HARVESTER CREDIT	300	7.500	01-15-94	299,103	140,625	7.550
INTERNATIONAL HARVESTER CREDIT	300	7.500	01-15-94	299,103	140,625	7.550
INTERNATIONAL HARVESTER CREDIT	100	7.500	01-15-94	99,701	46,875	7.550
INTERNATIONAL HARVESTER CREDIT	200	7.500	01-15-94	199,402	93,750	7.550
NATIONAL RURAL UTILITIES	500	9.750	04-01-09	497,719	342,985	9.800
NATIONAL RURAL UTILITIES	1,000	9.750	09-01-09	995,492	685,520	9.800
NATIONAL RURAL UTILITIES	1,500	14.750	02-01-11	1,500,000	1,446,180	14.750
NATIONAL RURAL UTILITIES	1,000	14.750	02-01-11	981,440	964,120	15.028
TRAILMOBILE FINANCIAL CO	250	7.875	03-15-93	182,032	152,998	12.500
TRAILMOBILE FINANCIAL CO	500	7.875	03-15-93	497,803	305,995	7.950
TRANSAMERICA FINANCIAL	200	7.875	11-01-91	199,225	125,492	7.951
TRANSAMERICA FINANCIAL	300	7.875	11-01-91	298,838	188,238	7.951
TRANSAMERICA FINANCIAL	500	9.875	03-01-99	362,030	343,350	14.251
SUBCLASS TOTAL	12,653			12,130,537	8,945,918	
TRANSPORTATION EXCL. RAILROADS						
ARCHER DANIELS MIDLAND	1,000	16.000	05-15-11	995,019	1,015,000	16.080
CALIFORNIA & HAWAIIAN SUGAR CO PP	393	8.250	08-24-93	392,725	255,860	8.250
COLUMBIA GAS SYSTEM	500	12.750	08-01-00	497,607	429,575	12.817
LATOR	300	7.000	04-01-11	147,482	140,250	14.571
EXXON PIPELINE CO	1,000	9.000	10-15-04	701,238	664,930	13.200
LAKELAND PIPELINE	100	7.125	04-15-93	92,769	61,050	8.503
NATURAL GAS PIPELINE OF AMERICA	1,000	9.250	03-01-95	775,450	672,440	12.800
PLANTATION PIPELINE PP	276	4.500	02-01-94	233,408	118,294	7.687
PLANTATION PIPELINE PP	225	7.000	02-01-99	225,000	118,508	7.000
SOHIO BP TRANS ALASKA PIPELINE	500	9.750	12-01-99	527,467	358,175	9.058
SUBCLASS TOTAL	5,294			4,588,165	3,834,082	

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
PAIDROADS						
ACE INDUSTRIES EQUIP TRUST PP	13	5.500	04-15-82	13,000	17,123	5.500
AMERICAN EAL BOX CAR PP	356	9.125	11-01-90	357,698	276,679	9.125
ATCHISON TOPICKA & SANTA FL RR	250	7.125	02-15-82	249,093	238,850	8.000
BURLINGTON NORTHERN	250	8.600	01-15-99	232,439	160,000	9.501
BURLINGTON NORTHERN PP	16	8.125	09-01-81	15,837		8.125
BURLINGTON NORTHERN EQUIPMENT TRUST PP	140	9.625	10-01-87	140,000	112,728	9.625
FRUIT GROWERS EXPRESS PP	469	7.750	01-15-86	449,063	342,591	7.750
TRUIT GROWERS EXPRESS PP	33	7.000	04-15-83	33,333	29,193	7.000
GSCX FIRST EQUIPMENT PP	224	9.250	05-15-89	224,000	170,195	9.250
GENERAL AMERICAN TRANSPORTATION	118	9.750	06-15-86	118,123	96,412	9.750
GRAND TRUNK WESTERN RAILWAY PP	500	8.150	06-01-97	500,000	320,000	8.150
LOUISVILLE & NASHVILLE RR EQUIP TRUST	99	9.250	09-15-85	99,183	81,400	9.250
MISSOURI PACIFIC RR PP	100	7.000	03-01-84	100,000	82,990	7.000
NORFOLK & WESTERN RY EQUIP PP	867	9.750	06-01-94	866,667	611,780	9.750
NORTHERN PACIFIC RY EQUIP PP	67	8.875	10-01-84	66,667	56,793	8.875
NORTHERN PACIFIC RY EQUIP PP	16	5.500	03-01-82	16,333	15,361	5.500
NORTHERN PACIFIC RY EQUIP PP	37	6.625	02-01-84	36,959	30,399	6.625
PENN CENTRAL TRANSPORT PP	205	10.000	05-15-85	205,037	176,988	10.000
PULLMAN TRANSPORT LEASING	200	7.750	06-15-92	200,000	123,122	7.750
ST LOUIS SAN FRANCISCO RY EQUIP TRUST PP	13	5.750	03-01-82	13,334	12,562	5.750
ST LOUIS SAN FRANCISCO RY EQUIP TRUST PP	40	9.500	02-01-85	40,000	33,900	9.500
ST LOUIS SAN FRANCISCO RY EQUIP TRUST PP	124	9.750	07-01-85	124,096	104,514	9.750
ST LOUIS SOUTHWESTERN RY PP	500	9.000	08-01-91	500,000	357,450	9.000
SEABOARD COASTLINE RY EQUIP PP	113	10.500	12-01-85	113,227	97,964	10.500
SLABOARD COASTLINE RY EQUIP PP	24	6.375	06-15-82	23,838	22,110	6.375
SOUTHERN RAILROAD	400	7.375	11-15-91	392,030	255,520	7.700
SPOKANE PORTLAND & SEATTLE RR PP	55	9.625	03-01-85	54,781	47,571	9.625
TRAILER TRAIN PP	80	7.125	12-01-82	79,508	72,040	7.759
TRAILER TRAIN PP	20	7.250	12-15-83	20,000	16,850	7.250
TRAILER TRAIN PP	83	10.500	07-15-85	83,333	71,917	10.500
TRAILER TRAIN PP	444	8.750	04-01-89	444,444	328,400	8.750
UNION PACIFIC RR EQUIPMENT TRUST	500	7.700	01-01-91	500,000	348,250	7.700
UNION TANK CAR	39	9.300	11-15-89	39,000	29,738	9.300
SUBCLASS TOTAL	6,377			6,351,023	4,748,225	
UTILITIES						
ALABAMA POWER CO	500	10.500	12-01-05	500,000	319,865	10.500
AMERICAN TEL & TFL	100	7.000	02-15-01	99,509	55,964	7.060
ARKANSAS LOUISIANA GAS	500	9.100	10-01-98	500,000	327,880	9.100
BROOKLYN UNION GAS	676	4.375	05-28-88	581,448	383,420	8.251
CAROLINA POWER & LIGHT	500	4.500	11-01-91	293,229	240,185	11.800
CAROLINA POWER & LIGHT	100	4.500	11-01-91	100,788	48,037	4.366
CENTRAL ILLINOIS LIGHT	500	9.250	05-01-06	496,889	311,995	9.325
CENTRAL ILLINOIS PUBLIC SERVICE	25	4.750	01-01-89	22,409	14,606	7.356

TEACHERS' RETIREMENT FUND

UTILITIES

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
GENERAL ILLINOIS PUBLIC SERVICE	100	5.8/75	05-01-97	93,519	47,809	6.754
GENERAL MAINE POWER	200	7.700	07-01-97	200,000	111,762	7.700
GENERAL POWER & LIGHT	1,000	12.3/75	01-01-10	1,000,000	816,980	12.3/75
CHESAP & POTOMAC TEL MARYLAND	100	5.875	06-01-04	100,699	46,195	5.799
CHESAP & POTOMAC TEL VIRGINIA	225	5.250	05-01-05	226,515	93,261	5.185
CHESAP & POTOMAC TEL VIRGINIA	120	5.625	03-01-07	120,924	52,058	5.549
CHESAPEAKE & POTOMAC TEL	200	9.000	05-15-15	187,592	127,572	9.659
CITIES SERVICE GAS	500	13.000	09-15-05	500,000	426,665	13.000
COLUMBIA GAS SYSTEM	100	9.125	05-01-96	75,943	69,821	13.032
COLUMBIA GAS SYSTEM	1,700	10.250	05-01-99	1,316,850	1,242,088	13.700
COLUMBIA GAS SYSTEM	300	10.250	05-01-99	232,351	219,192	13.700
COLUMBIA GAS SYSTEM	100	10.250	05-01-99	82,522	73,064	12.902
COLUMBIA GAS SYSTEM	500	11.750	10-01-99	427,363	405,615	14.000
COMMONWEALTH EDISON	170	3.250	07-01-82	168,665	152,920	4.387
COMMONWEALTH EDISON PP	1,000	9.125	06-01-98	1,000,000	646,300	9.125
CONSOLIDATED EDISON NY	50	4.375	10-01-92	45,416	22,541	5.951
CONSOLIDATED EDISON NY	200	4.625	10-01-93	202,296	88,678	4.448
CONSOLIDATED EDISON NY	150	5.900	12-15-96	150,000	330,385	5.900
CONSOLIDATED NATURAL GAS	500	8.3/5	09-01-96	459,694	71,243	9.450
CONSOLIDATED NATURAL GAS	200	8.125	06-01-97	131,973	125,670	13.341
CONSUMERS POWER PP	1,000	10.625	07-01-99	1,000,000	700,200	10.625
CONSUMERS POWER PP	515	11.500	07-01-00	446,165	357,971	13.515
DELAWARE POWER & LIGHT	50	4.625	10-01-94	50,406	21,178	4.507
DIAMOND STATE TEL	150	6.000	12-01-06	150,000	66,084	6.000
DUQUESNE LIGHT	50	4.750	04-01-04	50,487	23,640	4.604
EL PASO ELECTRIC	100	5.125	02-01-96	100,552	43,707	5.048
EL PASO ELECTRIC PP	1,000	4.625	02-01-92	87,413	46,544	4.012
EL PASO ELECTRIC PP	1,000	16.350	05-01-91	1,000,000	1,047,940	16.350
EQUITABLE GAS	455	8.000	06-15-97	455,000	265,493	8.000
GENERAL TEL CALIFORNIA	320	5.000	12-01-89	285,921	181,517	7.250
GENERAL TEL CALIFORNIA	100	4.625	12-01-91	92,972	47,401	5.905
GENERAL TEL CALIFORNIA	1,000	10.750	10-01-09	974,083	697,560	11.066
GENERAL TEL CALIFORNIA	200	7.500	08-01-02	198,647	106,704	7.581
GENERAL TEL FLORIDA	1,000	13.750	12-01-00	1,000,000	927,200	13.750
GENERAL TEL KENTUCKY PP	100	4.625	10-01-94	100,669	39,985	4.528
GEORGIA POWER	500	7.500	12-01-02	500,000	248,180	7.500
GEORGIA POWER	500	4.625	10-01-94	100,870	42,041	4.499
GULF POWER	100	4.625	04-01-93	49,853	19,994	4.295
HARTFORD ELECTRIC LIGHT	50	4.500	10-15-88	61,230	36,813	5.901
IDAHO POWER	65	9.000	08-15-08	497,174	299,990	9.060
ILLINOIS BELL TEL	500	4.875	07-01-97	49,487	22,203	5.001
ILLINOIS POWER CO	50	5.850	10-01-96	44,772	24,484	7.594
INDIANA BELL TEL	300	4.375	06-01-03	302,426	108,876	4.293
INTERNATIONAL TEL & TEL	500	4.750	10-01-05	50,000	18,965	4.606
IOWA ILLINOIS GAS AND ELECTRIC	500	12.625	02-01-05	458,596	416,455	13.880
IOWA PUBLIC SERVICE	1,000	9.750	09-01-09	985,905	650,380	9.907

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
KANSAS CITY POWER & LIGHT	900	7.625	05-01-02	507,922	492,084	14.400
KENTUCKY POWER	650	5.125	01-01-96	551,789	284,817	7.537
ENERSCH	500	7.500	12-01-96	499,232	280,215	7.522
LONG ISLAND LIGHTING	500	4.550	06-01-95	500,000	188,850	4.550
LOUISVILLE GAS & ELECTRIC	250	4.875	10-01-90	154,087	135,493	12.100
MINNESOTA POWER & LIGHT	400	8.700	09-01-06	400,000	232,108	8.700
MINNESOTA POWER & LIGHT	500	8.350	09-01-07	500,000	281,030	8.350
MINNESOTA POWER & LIGHT	500	8.350	09-01-07	500,000	281,030	8.350
MINNESOTA POWER & LIGHT	250	8.875	05-01-01	253,047	149,750	8.698
MONONGAHELA POWER	98	4.500	04-01-89	98,627	53,680	4.368
MONTANA POWER	600	7.500	04-01-01	601,376	318,828	7.466
MONTANA POWER	500	8.625	03-01-04	501,003	291,100	8.599
MONTANA POWER	500	9.875	01-01-09	496,725	297,900	9.875
MONTANA POWER	500	9.875	01-01-09	496,725	297,900	9.849
MOUNTAIN STATES TEL & TEL	500	7.750	06-01-13	500,000	279,670	7.750
NEW ENGLAND TEL & TEL	150	4.000	04-01-93	137,952	66,959	5.271
NEW ENGLAND TEL & TEL	100	4.625	04-01-99	79,585	40,578	7.476
NEW ENGLAND TEL & TEL	75	4.500	07-01-02	65,935	28,244	5.856
NEW YORK STATE ELECTRIC & GAS	200	6.250	09-01-91	192,518	91,988	6.751
NEW YORK TEL	50	4.500	05-15-91	47,627	27,451	5.368
NEW YORK TEL	100	4.625	10-01-97	102,464	42,146	4.323
NEW YORK TEL	200	4.625	01-01-02	203,112	77,624	4.468
NEW YORK TEL	100	4.875	01-01-06	100,610	39,712	4.817
NORTHERN ILLINOIS GAS	50	4.500	08-01-89	50,000	27,955	4.500
NORTHERN INDIANA PUBLIC SERVICE	500	11.750	12-15-09	500,000	396,260	11.750
NORTHERN STATES POWER	250	4.375	09-01-93	249,873	110,783	4.382
OHIO BELL TEL	150	5.000	02-01-06	150,915	59,400	4.941
OHIO EDISON	350	9.500	05-15-08	347,647	209,965	9.576
OTTER TAIL POWER PP	1,000	13.375	11-01-05	1,000,000	900,200	13.375
OTTER TAIL POWER	500	9.625	11-01-08	500,000	311,195	9.625
PACIFIC GAS & ELECTRIC	20	4.500	12-01-86	19,334	13,072	5.511
PACIFIC GAS & ELECTRIC	1,000	6.875	12-01-99	522,949	517,610	14.349
PACIFIC GAS & ELECTRIC	300	6.750	12-01-00	147,718	150,186	14.799
PACIFIC GAS & ELECTRIC	100	6.750	12-01-00	95,876	50,062	7.302
PACIFIC GAS & ELECTRIC	500	10.125	08-01-12	498,827	339,180	10.151
PACIFIC GAS & ELECTRIC	1,000	16.250	02-01-14	979,276	1,000,000	16.583
PACIFIC NORTHWEST BELL TEL	250	4.500	12-01-00	251,327	96,590	4.429
PACIFIC NORTHWEST BELL TEL	50	4.500	04-01-03	44,233	18,620	5.748
PACIFIC TEL & TEL	400	4.625	04-01-99	405,122	150,200	4.477
PACIFIC TEL & TEL	200	4.625	05-01-00	193,643	73,508	4.983
PACIFIC TEL & TEL	20	6.000	11-01-02	16,961	8,797	8.041
PACIFIC TEL & TEL	500	9.875	02-15-16	500,000	319,405	9.875
PENNSYLVANIA ELECTRIC	1,000	16.125	04-01-21	990,063	961,940	16.288
PENNSYLVANIA POWER & LIGHT	100	4.625	10-01-94	100,813	33,125	4.507
PHILADELPHIA ELECTRIC	500	7.500	01-01-03	498,654	261,140	7.531
POTOMAC ELECTRIC POWER	100	7.750	12-15-00	65,134	51,342	12.801
POTOMAC ELECTRIC POWER	50	4.625	12-01-93	50,739	22,581	4.402
POTOMAC ELECTRIC POWER	100	4.500	05-15-99	100,000	37,861	4.500

TEACHERS' RETIREMENT FUND

UTILITIES

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
POTOMAC ELECTRIC POWER PUBLIC SERVICE COLORADO	400 50	4.500 4.500	05-15-99 10-01-91	252,628 50,378	151,404 23,950	9.150 4.363
PUBLIC SERVICE COLORADO	500	9.250	10-01-08	500,000	304,365	9.250
PUBLIC SERVICE NEW HAMPSHIRE	200	7.625	06-15-02	200,000	101,230	7.625
PUBLIC SERVICE ELECTRIC & GAS	50	4.375	11-01-86	49,165	32,842	4.880
PUBLIC SERVICE ELECTRIC & GAS	10	4.625	08-01-88	9,778	5,901	5.155
PUBLIC SERVICE ELECTRIC & GAS	300	4.625	09-01-94	302,003	135,405	4.528
PUBLIC SERVICE ELECTRIC & GAS	295	7.750	08-15-96	295,000	168,241	7.750
PUBLIC SERVICE ELECTRIC & GAS	400	7.500	04-01-02	400,000	217,336	7.500
PUGET SOUND POWER & LIGHT	50	4.625	11-01-93	50,080	20,635	4.599
ROCHESTER GAS & ELECTRIC	100	4.500	11-15-91	100,758	47,304	4.365
SAN DIEGO GAS & ELECTRIC CO	50	4.500	09-01-94	50,000	18,212	4.500
SAN DIEGO GAS & ELECTRIC CO	50	4.500	09-01-94	40,270	18,212	7.505
SHELL OIL	1,000	14.250	06-15-11	1,000,000	963,750	14.250
SOUTH CAROLINA ELECTRIC & GAS	500	10.125	04-01-97	495,363	344,770	10.231
CENTRAL TEL FLORIDA	500	7.650	02-01-97	500,000	284,845	7.650
SOUTHERN BELL TEL & TEL	100	4.000	10-01-83	99,390	83,624	4.402
SOUTHERN BELL TEL & TEL	25	4.375	03-01-98	22,313	10,064	5.756
SOUTHERN BELL TEL & TEL	165	4.750	09-01-00	166,013	67,043	4.674
SOUTHERN CALIFORNIA EDISON	100	4.875	09-01-82	97,389	90,602	8.501
SOUTHERN CALIFORNIA GAS	1,000	9.625	11-01-03	993,732	666,630	9.700
SOUTHERN CALIFORNIA GAS	500	8.500	10-01-97	496,436	312,535	8.593
SOUTHERN CALIFORNIA GAS	200	8.500	10-01-97	139,019	125,014	13.165
SOUTHERN NEW ENGLAND TEL	1,000	12.750	11-01-99	1,000,000	818,090	12.750
SOUTHERN NEW ENGLAND TEL	250	8.125	05-01-08	247,277	142,575	8.255
SOUTHWESTERN BELL TEL	500	4.625	08-01-95	483,434	225,195	5.055
SOUTHWESTERN BELL TEL	1,000	11.375	01-15-20	808,908	787,500	14.125
SOUTHWESTERN BELL TEL	500	8.750	03-01-08	500,000	300,635	8.750
SUN OIL	150	7.125	05-01-02	112,522	84,753	10.200
TUCSON GAS & ELECTRIC PP	250	4.550	02-01-95	250,000	100,925	4.550
UNION ELECTRIC	100	4.375	03-01-88	100,064	56,428	4.357
UNION ELECTRIC	300	4.500	11-01-93	300,971	120,903	4.450
UNITED TEL INDIANA PP	125	9.125	04-01-00	125,000	79,775	9.125
UNITED TEL MISSOURI PP	270	7.875	06-01-03	270,000	148,095	7.875
UNITED TEL NORTHWEST PP	470	10.750	09-01-99	470,000	348,505	10.750
UNITED TEL OHIO	188	7.600	08-01-02	188,000	101,514	7.600
UNITED TEL PENN PP	125	9.750	06-01-00	125,000	84,613	9.750
UTAH POWER & LIGHT	600	7.500	05-01-02	600,000	319,692	7.500
UTAH POWER & LIGHT	500	10.250	11-01-05	502,032	350,775	10.195
UTAH POWER & LIGHT	1,200	9.125	05-01-08	1,200,000	726,312	9.125
VIRGINIA ELECTRIC POWER	150	4.500	05-01-95	149,566	60,512	4.538
WASHINGTON WATER POWER	400	4.625	09-01-94	400,000	171,836	4.625
WEST PENN POWER	300	4.875	12-01-95	151,742	130,704	12.508
WISCONSIN MICHIGAN POWER	200	5.875	08-01-96	182,424	97,404	7.151
WISCONSIN NATURAL GAS	100	4.875	10-01-90	100,240	52,264	4.832
WISCONSIN NATURAL GAS	150	4.875	10-01-90	129,628	78,396	7.160
WISCONSIN NATURAL GAS	100	8.750	09-15-94	100,826	65,171	8.600
WISCONSIN TEL	25	4.875	05-01-95	23,339	11,654	5.849

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
SUBCLASS TOTAL	53,732			50,508,263	34,371,635	
CANADIAN						
BELL TELEPHONE OF CANADA PP	1,000	9.000	01-15-08	1,000,000	600,000	9.000
BELL TELEPHONE OF CANADA PP	500	9.500	06-01-04	500,000	321,050	9.500
BRITISH COLUMBIA HYDRO & POWER	1,000	8.375	06-15-07	1,000,000	570,000	8.375
BRITISH COLUMBIA HYDRO & POWER PP	1,000	9.625	07-15-96	1,000,000	677,900	9.625
CANADIAN NATL RAILWAY CO	1,250	9.700	07-15-04	889,990	825,000	14.000
CANADIAN NATL RAILWAY PP	890	8.500	07-15-89	890,131	634,575	8.500
CANADIAN NATL RAILWAY PP	499	9.000	07-01-91	498,719	352,146	9.000
CANADIAN NATL RAILWAY PP	1,000	9.250	03-15-98	1,000,000	646,200	9.250
CANADIAN PACIFIC EQUIPMENT TRUST PP	333	10.125	07-02-90	333,333	258,500	10.125
IMPERIAL OIL	500	9.750	09-15-09	499,087	330,000	9.769
MANITOBA HYDRO ELECTRIC BOARD	500	9.375	12-01-04	485,352	322,500	9.763
MUNICIPAL FINANCE AUTHORITY OF BC	480	8.875	05-01-01	480,000	292,800	8.875
MUNICIPAL FINANCE AUTHORITY OF BC	500	8.875	05-01-01	500,000	305,000	8.875
MUNICIPAL FINANCE AUTHORITY OF BC	800	8.200	10-15-86	800,000	608,000	8.200
MUNICIPAL FINANCE AUTHORITY OF BC	600	13.750	12-01-05	597,802	534,000	13.803
NEW BRUNSWICK ELECTRIC POWER	500	9.375	05-01-01	500,000	310,000	9.375
NOVA SCOTIA POWER	500	10.500	09-15-00	500,000	345,000	10.500
ONTARIO HYDRO PP	945	9.500	03-15-96	945,000	635,324	9.500
QUEBEC HYDRO ELECTRIC	500	8.500	08-01-03	492,062	275,000	8.700
QUEBEC HYDRO ELECTRIC	500	8.500	08-01-03	498,132	275,000	8.550
QUEBEC HYDRO ELECTRIC	500	8.250	01-01-04	498,106	270,000	8.290
QUEBEC HYDRO ELECTRIC	200	10.700	08-01-99	200,000	156,000	10.700
QUEBEC HYDRO ELECTRIC	300	10.700	08-01-99	300,000	234,000	10.700
QUEBEC HYDRO ELECTRIC	300	10.700	08-01-99	300,000	234,000	10.700
SUBCLASS TOTAL	15,097			14,707,714	10,011,995	
CONVERTIBLE BONDS						
CAROLINA TELEPHONE CV	63	5.750	01-15-88	60,004	61,583	7.020
CITICORP CV	100	5.750	06-30-00	100,000	74,250	5.750
FIRST BANK SYSTEMS CV	100	6.250	06-30-00	100,000	90,250	6.250
FOREMOST MCKESSON CV	50	9.750	03-15-06	50,000	49,750	9.750
HERCULES CV	200	6.500	06-30-99	200,000	161,500	6.500
MGIC INVESTMENT CORP CV	55	5.000	12-15-93	55,000	40,700	5.000
MCGRAW HILL CV	49	3.875	05-01-92	47,558	39,754	4.313
JP MORGAN & CO CV	50	4.750	11-01-98	50,000	37,500	4.750
JP MORGAN & CO CV	100	4.750	11-01-98	100,000	75,000	4.750
PITTSION CO CV	120	9.200	07-01-04	185,590	97,200	9.200

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CONVERTIBLE BONDS						
WILCO CHEMICAL CORP CV	20	4.500	12-15-93	20,000	16,400	4.500
SUBCLASS TOTAL	907			968,152	743,887	
SECURITY TOTAL	144,685			136,390,688	96,594,724	
MOIFY MARKET INSTRUMENTS						
US INDUS. COMMERCIAL PAPER						
CBS CP	1,000	16.500	07-06-81	993,590	997,250	17.150
SUBCLASS TOTAL	1,000			993,590	997,250	
US REPURCHASE AGREEMENTS						
REPO WELLS FARGO BANK SF						
	1,400	16.000	07-01-81	1,400,000	1,400,000	16.000
SUBCLASS TOTAL	1,400			1,400,000	1,400,000	
US BANKERS ACCEPTANCE						
BANKERS ACCEPTANCES CONT ILL CHICAGO						
	1,500	19.250	07-07-81	1,490,927	1,494,385	16.750
SUBCLASS TOTAL	1,500			1,490,927	1,494,385	
SECURITY TOTAL	3,900			3,884,517	3,891,635	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
DAVERN PARK APIS INC	100	5.150	04-01-05	101,306	41,240	5.023
EL PASO COVE POINT PARKER CO USGC	500	8.100	03-31-03	500,000	313,850	8.100
MARTIN LUTHER TOWLER INC	153	5.150	05-01-06	144,275	62,531	5.132
TWO BUTTES WATER FIA MORTGAGE	117	8.150	03-12-10	116,628	17,091	8.150
FEDERAL HOME LOAN MORTGAGE CORPORATION	381	8.200	09-15-07	378,827	273,009	8.243
FEDERAL HOUSING ADMINISTRATION	14	4.125	12-29-84	14,150	10,076	4.125
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	8.550	09-12-88	998,125	151,700	8.580
GNMA PASSTHROUGH	494	10.000	11-15-09	444,046	356,543	11.238
GATEWAY MAJOR INC	100	5.000	02-01-04	100,000	40,650	5.000
GULF RESTON PROPERTIES PP	411	7.950	12-20-93	411,158	263,717	7.950
INTERNATIONAL BANK FOR RECONSTRUCTION	500	8.125	08-01-96	500,000	304,605	8.125
NORTHWEST SHIPPING CORP USGC	962	8.350	07-01-96	962,000	651,274	8.350

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
PATRIOT V SHIPPING CORP USGG	1,000	8.100	04-12-04	1,000,000	622,000	8.100
ROCKY MOUNTAIN METHODIST HOMES INC	56	5.150	07-01-05	56,000	23,055	5.150
SEA TRAIN STUYVESANT USGG SHIP	916	7.950	09-30-97	916,485	588,750	7.950
USGG SHIP FINANCING BONDS LNG ARIES	500	8.200	12-13-02	500,000	318,425	8.200
TEXACO STAR TANKERS PP	1,000	9.250	07-03-99	1,000,000	720,200	9.250
WALNUT CREEK MANOR	91	5.150	10-01-04	91,000	37,701	5.150
SUBCLASS TOTAL	8,295			8,234,000	5,456,417	
SECURITY TOTAL	8,295			8,234,000	5,456,417	
MUNICIPAL BONDS						
STATE-DIRECT OR GUARANTEED						
SRS BUILDING						
SUBCLASS TOTAL	1,474	9.000	11-01-96	1,473,560	1,473,560	9.000
SECURITY TOTAL	1,474			1,473,560	1,473,560	
	1,474			1,473,560	1,473,560	
OTHER HOLDINGS						
BUILDING AND LAND	150	.000	00-00-00	150,272	150,272	
MT COMMON STOCK POOL	24,757	.000	00-00-00	24,757,245	32,527,624	
MORTGAGES	38,086	.000	00-00-00	38,086,484	38,086,484	
SUBCLASS TOTAL	62,993			62,994,001	70,764,380	
SECURITY TOTAL	62,993			62,994,001	70,764,380	
FUND TOTAL	221,347			212,976,766	178,180,716	

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD

CORPORATE BONDS
INDUSTRIAL

ALUMINUM CO OF AMERICA	1,000	7.450	11-15-96	906,673	594,510	8.827
ALUMINUM CO OF AMERICA	1,000	7.450	11-15-96	907,470	594,510	8.651
ALUMINUM CO OF AMERICA PP	1,333	4.375	03-31-88	1,160,288	767,675	7.472
AMERICAN CAN COMPANY	500	7.750	03-15-01	455,197	296,410	8.935
AMERICAN CAN COMPANY	500	11.375	07-01-10	496,941	383,535	11.4950
ATLANTIC RICHFIELD	500	13.625	03-15-11	496,286	468,750	13.730
BORDEN	500	9.375	06-15-09	350,652	331,360	13.570
BURLINGTON INDUSTRIES	500	9.000	08-15-95	352,954	342,000	13.799
BURLINGTON INDUSTRIES	1,000	11.250	08-01-90	995,451	812,650	11.334
CARRINGTON PP	654	4.500	02-01-90	569,136	362,016	7.063
CATERPILLAR TRACTOR	350	5.000	04-01-91	307,279	192,465	7.218
CATERPILLAR TRACTOR	500	8.000	11-01-01	500,000	305,880	8.000
CITIES SERVICE PP	500	8.000	11-01-01	500,000	305,880	8.000
CITIES SERVICE PP	1,000	13.875	01-15-11	1,000,000	922,500	13.875
CONTINENTAL OIL PP	2,000	8.250	06-01-91	1,998,244	1,360,400	8.265
DIAMOND SHAIROCK	505	5.875	12-01-89	457,497	304,717	7.753
DOW CHEMICAL CO	500	8.500	04-01-08	491,638	299,920	8.680
ENGELHARD MINERALS & CHEMICALS	400	7.875	07-15-07	397,393	230,964	7.941
ENGELHARD MINERALS & CHEMICALS	1,000	11.750	08-01-05	995,181	802,910	11.812
ENG CORP	400	9.500	01-15-00	397,027	270,468	9.606
HERCULES INC	500	8.750	04-01-83	500,000	451,375	8.750
HERSHEY FOODS	500	9.500	03-15-09	348,033	328,660	13.800
HERSHEY FOODS	500	9.500	03-15-09	398,615	262,928	9.538
INCO LIMITED	400	12.375	07-15-10	500,000	375,000	12.375
INLAND STEEL	500	7.900	01-15-07	400,000	215,328	7.900
I B M	400	9.375	10-01-04	422,766	366,455	11.363
INTERNATIONAL PAPER CO	500	8.850	12-15-00	500,000	326,910	8.850
KERR MCGEE CORP	250	8.500	06-01-06	248,440	155,108	8.570
MARATHON OIL	300	7.650	11-01-83	300,000	256,446	7.650
MERCK & CO	500	7.875	06-15-85	500,000	405,325	8.090
OVERS ILLINOIS	1,000	7.625	04-01-01	903,909	588,610	7.230
OVERS ILLINOIS PP	660	5.000	02-09-91	580,063	342,606	7.230
JC PHARMY	1,000	12.000	07-15-10	990,301	794,900	12.122
PFIZER INC	500	8.875	08-15-85	500,000	415,430	8.875
PHILIP MORRIS	250	8.875	06-01-04	238,094	160,240	9.503
PHILIP MORRIS PP	1,003	5.150	11-01-89	882,057	560,577	7.702
PHILLIPS PETROLEUM PP	1,356	5.375	07-01-91	1,211,229	734,003	7.273
REPROCO (PHILLIPS PETROLEUM) PP	170	7.000	01-01-95	154,332	99,294	8.348
RJ REYNOLDS INDUSTRIES	500	8.000	01-15-07	500,000	300,085	8.000
ST REGIS PAPER	1,000	10.625	06-15-10	962,537	724,740	11.070
SCOTT PAPER	500	8.750	01-15-00	500,000	326,390	8.750
SEARS ROEBUCK & CO	300	7.875	02-01-07	299,232	173,442	7.901
SEARS ROEBUCK & CO	500	7.875	02-01-07	498,720	289,070	7.901
SHELL OIL	1,250	8.750	05-15-05	837,623	617,113	13.495
SHELL OIL PP	445	5.000	03-15-91	392,387	235,005	7.162
SHELL OIL PP	600	5.000	03-15-91	504,019	316,860	7.946
SHELL OIL PP	600	4.500	04-15-90	522,005	315,659	7.012
SHELL OIL BT ALASKA PP	328	8.400	03-14-01	327,516	206,990	8.400

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
SHERWIN WILLIAMS	500	9.450	12-01-99	500,000	311,550	9.450
SQUIBB CORP	200	8.000	06-15-85	200,000	161,834	8.000
STAFAC INC PP	81	4.625	04-01-89	69,282	47,350	7.755
STAFAC INC PP	62	4.500	09-01-88	53,809	37,290	7.639
STAFAC INC PP	102	4.625	03-01-90	85,769	56,894	7.802
STANDARD OIL OF INDIANA	200	9.200	07-15-04	200,000	135,408	9.200
STANDARD OIL OF INDIANA	300	9.200	07-15-04	300,000	203,112	9.200
STATEWIDE STATIONS PP	788	5.375	03-15-96	680,343	381,550	6.275
STAUFER CHEMICAL CO	500	8.125	06-01-96	471,182	321,110	9.000
STUDEBAKER WORTHINGTON	500	9.350	11-15-03	500,000	315,715	9.350
TENNECO	2,000	12.125	05-01-05	1,701,023	1,633,280	14.349
TENNECO	1,000	14.500	04-01-06	985,138	935,000	14.726
TEXACO INC	500	7.750	06-01-01	462,346	299,370	8.707
TEXACO INC	500	8.500	04-01-06	494,487	313,700	8.617
TEXACO INC PP	700	4.500	12-15-89	606,660	374,990	7.237
TEXACO INC PP	868	4.500	12-15-89	708,798	454,274	7.726
TRIANGLE FACILITIES PP	343	4.750	12-01-87	311,724	210,636	6.830
UNION OIL CO OF CALIFORNIA	500	8.625	03-01-06	496,914	315,830	8.695
UNION OIL CO OF CALIFORNIA	500	8.625	03-01-06	496,914	315,830	8.695
US GYPSUM	1,000	7.875	01-01-04	937,349	574,870	8.630
WHEELABRATOR FRYE	500	11.750	07-15-05	500,000	397,550	11.750
XEROX CORP PP	253	5.375	04-01-91	225,578	138,017	7.181
SUBCLASS TOTAL	42,831			39,645,301	28,429,249	
BANKS AND INSURANCE						
ALINA LIFE & CASUALTY CO	500	8.125	10-15-07	497,807	293,170	8.169
AMERICAN GENERAL INSURANCE CO	500	9.375	12-15-08	496,568	319,205	9.450
AMERICAN GENERAL INSURANCE CO	500	9.375	12-15-08	496,568	319,205	9.450
BANKERS TRUST NEW YORK CORP	500	8.625	11-01-02	498,931	302,170	8.649
CHEMICAL NEW YORK	500	8.250	08-01-02	497,761	294,425	8.300
CITICORP NOTES	1,000	8.450	03-15-07	637,956	598,020	13.650
CITICORP NOTES	500	8.450	03-15-07	345,834	299,010	12.700
NORTHWEST BANCORPORATION	150	7.875	09-15-86	149,902	113,126	7.890
NORTHWEST BANCORPORATION	350	7.875	09-15-86	349,772	263,960	7.890
US BANCORP	500	7.750	02-15-87	500,000	360,785	7.750
WESTERN BANCORP	1,000	12.250	05-15-10	992,291	819,070	12.350
SUBCLASS TOTAL	6,000			5,463,390	3,987,146	
OTHER FINANCIAL						
AMERICAN EXPRESS CREDIT CORP	500	11.250	07-01-00	367,912	374,475	15.649

TRUST & LEGACY FUND

	SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
OTHER FINANCIAL							
	BUFFETAL CORP	500	8.350	02-15-88	500,000	356,610	8.350
	FORD MOTOR CREDIT	500	8.700	04-01-99	488,097	286,505	9.000
	FORD MOTOR CREDIT	500	15.750	03-01-86	497,321	481,565	15.901
	GENERAL ELECTRIC CREDIT PP	1,000	4.650	05-15-86	897,740	643,000	8.000
	GENERAL MOTORS ACCEPTANCE CORP	400	7.750	10-01-94	300,652	241,184	11.618
	GENERAL MOTORS ACCEPTANCE CORP	500	8.200	02-15-88	500,000	360,125	8.200
	HOKIOMERY VARD CREDIT	500	9.375	05-15-84	499,343	410,975	9.438
	NATIONAL RURAL UTILITIES	500	9.750	04-01-09	497,779	342,985	9.800
	NATIONAL RURAL UTILITIES	1,000	14.750	02-01-11	981,440	964,120	15.028
	NATIONAL RURAL UTILITIES	2,000	14.750	02-01-11	2,000,000	1,928,240	14.750
	TRANSAMERICA FINANCIAL	500	9.875	03-01-99	362,030	343,350	14.251
SUBCLASS TOTAL		8,400			7,892,314	6,733,134	
TRANSPORTATION EXCL. RAILROADS							
	ARCHER DANIELLS MIDLAND	1,000	16.000	05-15-11	995,019	1,015,000	16.080
	COLONIAL PIPELINE PP	1,142	4.736	06-01-90	1,007,229	631,640	7.006
	COLUMBIA GAS SYSTEM	1,000	12.750	08-01-00	996,574	859,150	12.797
	CONTINENTAL PIPELINE PP	325	7.500	05-01-94	311,628	192,108	8.116
	NATURAL GAS PIPELINE OF AMERICA	1,000	9.250	03-01-95	775,450	672,440	12.800
	PANHANDLE EASTERN PIPELINE	500	15.125	04-01-95	495,416	480,000	15.298
SUBCLASS TOTAL		4,967			4,581,316	3,850,338	
RAILROADS							
	GENERAL AMERICAN TRANSPORTATION	300	7.375	12-01-83	300,000	254,070	7.375
	GENERAL AMERICAN TRANSPORTATION	509	13.875	09-15-01	497,531	464,210	13.947
	MISSOURI PACIFIC RR PP	867	9.750	06-01-94	866,667	611,780	9.750
	RAILTRAIL TRAIN PP	444	8.750	04-01-89	444,444	328,400	8.750
	UNION PACIFIC RR EQUIPMENT TRUST PP	595	6.625	02-01-83	590,410	531,763	7.278
	UNION TANK CAR	1,000	14.000	01-15-01	1,000,000	967,500	14.000
SUBCLASS TOTAL		3,706			3,699,052	3,157,723	
UTILITIES							
	AMERICAN TEL & TEL	1,000	5.125	04-01-01	733,936	433,430	8.481
	CINCINNATI GAS & ELECTRIC	500	5.875	07-01-97	397,574	233,375	8.796
	COMMONWEALTH EDISON PP	500	9.125	06-01-98	500,000	323,150	9.125
	CONSUMERS POWER PP	500	10.625	07-01-99	500,000	350,100	10.625

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
DUKE POWER	500	8.125	11-01-03	417,811	280,695	10.500
DUQUESNE LIGHT	500	10.125	02-01-09	494,811	318,895	10.244
EL PASO ELECTRIC PP	1,000	9.950	05-01-04	1,000,000	679,900	9.950
FLORIDA POWER CORP	800	9.000	11-01-00	761,143	505,096	9.670
GENERAL TEL CALIFORNIA	2,000	10.750	10-01-09	1,955,234	1,395,120	11.022
GENERAL TEL KENTUCKY PP	1,000	13.750	12-01-00	1,000,000	927,200	13.750
GULF POWER	500	15.000	02-01-10	484,600	440,145	15.500
GULF STATES UTILITIES	750	6.625	02-01-98	603,891	373,898	9.622
HARTFORD ELECTRIC LIGHT	300	5.625	04-01-97	255,661	127,551	7.664
HAWAIIAN TEL	500	8.500	04-01-06	495,870	299,915	8.593
HOUSTON LIGHTING & POWER	1,000	5.250	04-01-96	844,361	450,920	7.460
HOUSTON LIGHTING & POWER	1,000	8.125	02-01-04	921,623	566,710	9.110
IDAHO POWER	300	9.000	08-15-08	296,607	179,994	9.122
ILLINOIS BELL TEL	1,000	6.000	07-01-98	811,563	502,750	8.584
INDIANA BELL TEL	300	5.500	04-01-07	209,813	127,917	9.205
INTERNATIONAL TEL & TEL	1,000	12.625	02-01-05	917,192	832,910	13.880
LOUISVILLE GAS & ELECTRIC	500	5.625	06-01-96	271,180	236,990	13.161
MONTANA POWER	200	5.500	03-01-96	163,635	86,044	8.203
MONTANA POWER	500	9.875	01-01-09	496,725	297,900	9.949
MOUNTAIN STATES TEL & TEL	1,000	5.000	04-01-00	723,222	423,190	8.616
MOUNTAIN STATES TEL & TEL	500	8.625	04-01-18	495,405	303,700	8.710
NEW YORK STATE ELECTRIC & GAS	200	5.625	01-01-97	169,521	85,852	7.753
NORTHERN STATES POWER	500	9.500	05-01-05	498,009	327,835	9.549
OKLAHOMA GAS & ELECTRIC	750	4.500	03-01-95	545,252	318,518	8.622
OKLAHOMA GAS & ELECTRIC	1,000	4.500	03-01-95	667,226	424,690	9.201
OTTER TAIL POWER	500	9.625	11-01-08	500,000	311,195	9.625
PACIFIC GAS & ELECTRIC	600	6.875	12-01-99	313,769	310,566	14.309
PACIFIC GAS & ELECTRIC	700	6.750	12-01-00	344,676	350,434	14.799
PACIFIC GAS & ELECTRIC	500	12.750	02-01-13	500,000	409,275	12.750
PACIFIC GAS & ELECTRIC	1,000	16.250	02-01-14	993,942	1,000,000	16.336
PACIFIC GAS & ELECTRIC	300	16.250	02-01-14	293,657	300,000	16.590
PACIFIC TEL & TEL	1,000	6.000	11-01-02	810,518	439,860	8.292
PACIFIC TEL & TEL	500	9.875	02-15-16	500,000	319,405	9.875
PACIFIC TEL & TEL	500	9.750	07-01-19	500,000	315,145	9.750
PACIFIC TEL & TEL	500	9.750	07-01-19	500,000	315,145	9.750
PACIFIC TEL & TEL	500	15.125	03-01-88	500,000	495,000	15.125
PACIFIC TEL & TEL	1,000	15.500	03-01-20	996,896	938,830	15.549
PACIFIC TEL & TEL	1,000	16.125	04-01-21	990,063	961,940	16.288
PUBLIC SERVICE INDIANA	500	8.125	10-01-07	490,139	281,580	8.329
SOUTHERN CALIFORNIA Edison	1,000	9.625	11-01-03	993,732	666,630	9.700
SOUTHERN CALIFORNIA GAS	500	12.750	11-01-99	500,000	409,045	12.750
SOUTHERN COUNTIES GAS CALIFORNIA	300	4.750	08-01-90	255,113	163,002	7.718
SOUTHWESTERN BELL TEL	2,225	5.875	06-01-03	1,061,476	1,035,604	13.250
TEXAS ELECTRIC SERVICE	500	9.500	02-01-09	496,773	329,940	9.571
UTAH POWER & LIGHT	300	8.375	09-01-06	295,898	170,145	8.520
UTAH POWER & LIGHT	1,000	9.125	05-01-08	1,000,000	605,260	9.125
SUBCLASS TOTAL	35,075			30,468,523	21,982,391	

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
CANADIAN						
BELL TELEPHONE OF CANADA	500	9.000	01-15-08	500,000	300,000	9.000
BELL TELEPHONE OF CANADA	500	13.375	10-15-10	500,000	439,055	13.375
BELL TELEPHONE OF CANADA	1,000	13.375	10-15-10	955,948	878,110	14.012
BELL TELEPHONE OF CANADA	500	13.375	10-15-10	500,000	439,055	13.375
BRITISH COLUMBIA HYDRO & POWER	300	5.625	07-02-91	259,877	162,000	8.150
BRITISH COLUMBIA HYDRO & POWER	500	8.375	06-15-07	500,000	235,000	8.375
BRITISH COLUMBIA HYDRO & POWER PP	1,000	9.625	07-15-96	1,000,000	677,900	9.625
CANADIAN NATL RAILWAY PP	1,000	9.250	03-15-98	1,000,000	646,200	9.250
IMPERIAL OIL	500	9.750	09-15-09	499,687	330,000	9.769
MANITOBA HYDRO ELECTRIC BOARD	500	9.250	06-15-04	475,850	317,500	9.880
MUNICIPAL FINANCE AUTHORITY OF BC	2,000	13.750	12-01-05	1,992,673	1,780,000	13.803
NEW BRUNSWICK ELECTRIC POWER	500	10.500	10-01-95	497,328	355,000	10.591
ONTARIO HYDRO PP	945	9.500	03-15-96	945,000	635,324	9.500
SUBCLASS TOTAL	9,745			9,625,763	7,245,144	
SECURITY TOTAL	110,674			101,375,659	75,385,125	
MONEY MARKET INSTRUMENTS						
US BANKERS ACCEPTANCE						
BANKERS ACCEPTANCES BANK OF AMERICA ST	1,000	19.250	07-08-81	982,986	995,722	14.500
BANKERS ACCEPTANCES BANKERS TRUST CO NY	1,200	19.250	07-13-81	1,184,700	1,191,658	14.000
BANKERS ACCEPTANCES MANUF HANOVER LA	500	19.250	07-06-81	497,403	498,396	14.000
SUBCLASS TOTAL	2,700			2,665,089	2,685,776	
SECURITY TOTAL	2,700			2,665,089	2,685,776	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN EXPORT LIGHTING CO BONDS PP	1,940	7.300	07-01-97	1,940,000	1,167,492	7.300
BOSTON BANKERS TRUST BONDS CORP 1PP	230	8.200	04-01-96	220,383	153,847	8.760
BOSTON BANKERS TRUST BONDS CORP 1PP	114	8.200	04-01-96	114,000	76,255	8.200
BOSTON BANKERS TRUST BONDS CORP 1PP	6	8.200	04-01-96	6,000	4,013	8.200
BOSTON BANKERS TRUST BONDS CORP 2PP	112	8.200	07-27-96	112,000	74,670	8.200
BOSTON BANKERS TRUST BONDS CORP 2PP	8	8.200	07-27-96	8,000	5,334	8.200
BOSTON BANKERS TRUST BONDS CORP 2PP	733	8.200	07-27-96	698,641	488,691	8.826
BOSTON BANKERS TRUST BONDS CORP 3PP	113	8.200	01-28-97	113,000	74,942	8.200
BOSTON BANKERS TRUST BONDS CORP 3PP	8	8.200	01-28-97	8,000	5,306	8.200

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
BOSTON TANKERS MM BONDS CORP 4PP	115	8.200	01-25-97	115,000	76,280	8.200
BOSTON TANKERS MM BONDS CORP 4PP	9	8.200	01-25-97	9,000	5,970	8.200
US GOVT MERCHANT MARINE DELTA SS	200	7.200	03-01-98	199,678	118,060	7.220
EL PASO ARIZON TANKER CO USGG	500	8.100	03-31-03	500,000	314,795	8.100
EL PASO SAVANNAH TANKER USGG	200	8.150	03-31-03	200,000	126,530	8.150
EL PASO SOUTHERN TANKER USGG	300	8.150	03-31-03	300,000	189,795	8.150
EL PASO SOUTHERN TANKER USGG	200	8.150	03-31-03	200,000	126,530	8.150
EL PASO SOUTHERN TANKER USGG	100	8.100	03-31-03	100,000	62,959	8.100
FALCON TANKERS COUNTIFSS USGG	495	7.300	07-01-92	495,000	330,680	7.300
GOVERNMENT NATIONAL MORTGAGE ASSOCIATION	500	7.150	05-26-97	494,282	294,170	7.300
FEDERAL LAND BANKS	100	6.900	04-20-82	100,000	93,563	6.900
FEDERAL LAND BANKS	100	6.900	04-20-82	100,000	93,563	6.900
FEDERAL LAND BANKS	100	6.900	04-20-82	100,000	93,563	6.900
FEDERAL LAND BANKS	100	6.900	04-20-82	100,000	93,563	6.900
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.550	09-12-88	498,750	375,850	8.580
GNMA PASSTHROUGH PP	255	6.500	02-15-02	247,899	132,623	6.813
GNMA PASSTHROUGH PP	587	6.500	06-15-03	530,039	302,004	7.606
GNMA PASSTHROUGH PP	548	8.000	12-15-03	530,127	338,899	8.388
GNMA PARTICIPATION CERT	400	6.400	12-11-87	389,987	272,908	7.000
GNMA PASSTHROUGH	988	10.000	11-15-09	888,091	713,086	11.238
GENERAL SERVICES ADMIN PART CERTIFICATES	200	8.100	07-31-03	142,896	125,840	11.800
LITTON HULL 102 SYSTEM MM PP	429	7.375	12-12-98	429,462	256,389	7.375
LYKES BROS STEAMSHIP MM BONDS SERIES SS	542	8.300	09-15-91	555,369	390,462	7.759
LYKES BROS STEAMSHIP MM BONDS SERIES SS	173	7.200	06-15-90	173,000	119,451	7.200
MARINE DRILLING USGG MM SHIP PP	1,000	14.250	03-01-96	1,000,000	999,500	14.250
MARINE SHIP LEASING CORP USGG PP	548	7.875	09-12-95	548,148	357,776	7.875
MARINE VESSEL LEASING CORP USGG PP	452	7.875	10-14-95	451,852	294,924	7.875
NORTHWEST SHIPPING CORP USGG	481	8.350	07-01-96	481,000	325,637	8.350
OXY GROWER USGG SHIP	2,000	13.450	12-31-06	2,000,000	1,999,800	13.450
OVERSEAS BULK TANK MM BONDS PP	236	7.375	12-27-93	236,073	143,532	7.375
OVERSEAS BULK TANK MM BONDS PP	472	7.375	12-27-93	472,146	287,065	7.375
OVERSEAS BULK TANK MM BONDS PP	472	7.375	12-27-93	472,146	287,065	7.375
PATRIOT V SHIPPING CORP USGG	500	8.100	04-12-04	500,000	311,000	8.100
PATRIOT II SHIPPING CORP USGG	100	8.000	12-07-03	100,000	61,880	8.000
PATRIOT III SHIPPING CORP USGG	400	8.000	08-07-04	400,000	246,760	8.000
PATRIOT IV SHIPPING CORP USGG PP	443	8.000	12-07-88	443,000	320,023	8.000
SEA TRAIN STEUVESANT USGG SHIP	458	7.950	09-30-97	458,227	294,365	7.950
SUN SHIPBUILDING MM	425	7.900	01-01-94	425,008	285,010	7.900
SUN SHIPBUILDING MM	195	7.900	01-01-94	195,000	130,767	7.900
USGG SHIP FINANCING BONDS LNG ARIES	250	8.200	12-13-02	242,185	159,213	8.549
ZAPATA USGG	300	8.625	06-15-96	256,808	207,558	10.700
SUBCLASS TOTAL	19,737			19,400,217	13,903,521	
SECURITY TOTAL	19,737			19,400,217	13,903,521	
FUND TOTAL	133,111			123,400,965	91,974,422	

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (0000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
ATLANTIC RICHFIELD	500	13.625	03-15-11	496,286	468,750	13.730
BORDEN	500	9.375	06-15-09	500,000	331,360	9.375
BORDEN	500	9.375	06-15-09	350,652	331,360	13.570
BURLINGTON INDUSTRIES	500	9.000	08-15-95	352,954	342,000	13.799
CATERPILLAR TRACTOR	500	8.000	11-01-01	500,000	305,880	8.000
CITIES SERVICE	500	13.875	01-15-11	483,773	461,250	14.304
CONTINENTAL OIL	500	8.875	06-01-01	499,004	329,220	8.900
CORNING GLASS WORKS	100	7.750	11-15-98	71,513	61,271	11.750
DOW CHEMICAL CO	600	7.625	07-01-03	515,520	353,622	9.231
DOW CHEMICAL CO	500	8.500	01-15-06	500,000	310,610	8.500
DOW CHEMICAL CO	500	7.875	07-15-07	496,742	288,705	7.941
GOODYEAR TIRE & RUBBER CO	200	7.350	09-15-97	200,000	111,516	7.350
GOODYEAR TIRE & RUBBER CO	200	7.350	09-15-97	200,000	111,516	7.350
HERCULES INC	500	8.750	04-01-83	500,000	451,375	8.750
INLAND STEEL	500	9.500	09-01-00	498,081	327,930	9.550
KERR MCGEE CORP	500	8.375	06-01-06	496,881	310,215	8.570
KRAFT INC	200	8.375	04-15-04	198,860	123,252	8.444
KRAFT INC	200	8.375	04-15-04	198,860	123,252	8.444
J RAY McDERMOTT & CO	500	9.625	03-15-04	498,863	325,145	9.651
MINNESOTA MINING & MANUFACTURING	500	8.200	04-01-85	500,000	414,160	8.200
MOBIL CORP	25	8.500	06-15-01	24,298	16,007	8.500
MOUNTAIN FUEL SUPPLY CO PP	455	8.750	04-15-99	455,000	290,336	8.750
OWENS ILLINOIS	600	7.625	04-01-01	349,683	353,166	13.900
PPG INDUSTRIES	500	9.000	06-15-95	390,749	342,700	12.400
PFIZER INC	500	8.875	08-15-85	500,000	415,430	8.875
PHILIP MORRIS PP	1,000	8.875	11-30-98	1,000,000	647,900	8.875
RJ REYNOLDS INDUSTRIES	500	8.000	01-15-07	500,000	300,085	8.000
SEARS ROEBUCK & CO	500	8.625	10-01-95	475,386	344,955	9.300
SEARS ROEBUCK & CO	400	8.000	04-01-06	399,173	235,312	8.020
SEARS ROEBUCK & CO	100	8.000	04-01-06	99,793	58,828	8.020
SHELL OIL	500	8.000	04-15-07	300,131	298,630	13.650
SHELVIN WILLIAMS	500	9.450	12-01-99	500,000	311,550	9.450
STANDARD OIL OF CALIFORNIA	500	8.750	07-01-05	470,163	325,645	9.421
STANDARD OIL OF CALIFORNIA	600	8.750	07-01-05	595,792	390,774	8.833
STANDARD OIL OF INDIANA	300	6.000	09-15-91	294,114	186,693	6.368
STANDARD OIL OF INDIANA	500	7.875	08-01-07	498,369	296,230	7.908
SYSTEMS BUILDING CORP PP	420	8.000	07-01-97	419,939	252,593	8.000
TENNECO	250	9.875	05-01-00	197,787	178,283	12.900
TEXACO INC	200	8.375	04-01-02	143,618	122,646	12.244
TEXACO INC	500	8.500	04-01-06	496,906	313,700	8.569
UNION OIL CO OF CALIFORNIA	200	8.500	04-01-06	198,763	125,480	8.569
UNION OIL CO OF CALIFORNIA	800	8.625	03-01-06	795,063	505,328	8.695
WESIVACO CORP	500	9.750	04-01-00	500,000	344,345	9.750

SUBCLASS TOTAL

18,850

17,662,716

12,539,005

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
BANKS AND INSURANCE						
CITICORP NOTES	500	8.450	03-15-07	345,834	299,010	12.700
CITICORP NOTES	500	8.450	03-15-07	498,584	299,010	8.500
CITICORP NOTES	500	8.125	07-01-07	495,664	287,970	8.215
CROCKER NATIONAL	500	8.600	12-01-02	497,854	303,830	8.648
INDUSTRIAL NATIONAL CORP NOTES	600	7.400	07-01-81	600,000	599,808	7.400
MANUFACTURERS HANOVER	500	7.600	09-01-81	500,000	493,690	7.600
SECURITY PACIFIC CORP	500	7.700	02-15-82	500,000	478,780	7.700
UNITED STATES NATL BANK OF OREGON NOTES	400	7.750	01-15-02	400,000	222,600	7.750
WELLS FARGO	500	8.600	04-01-02	500,000	302,205	8.600
SUBCLASS TOTAL	4,500			4,337,936	3,286,903	
OTHER FINANCIAL						
BENEFICIAL CORP	500	8.300	06-01-03	500,000	291,930	8.300
COMMERCIAL CREDIT	200	7.750	02-15-92	198,917	118,644	7.851
COMMERCIAL CREDIT	200	7.750	02-15-92	198,917	118,644	7.851
COMMERCIAL CREDIT	200	7.750	02-15-92	198,917	118,644	7.851
FORD MOTOR CREDIT	500	15.750	03-01-86	497,321	481,565	15.901
GENERAL MOTORS ACCEPTANCE CORP	500	7.850	11-01-98	500,000	286,775	7.850
GENERAL MOTORS ACCEPTANCE CORP	500	7.350	01-15-87	500,000	362,335	7.350
GENERAL MOTORS ACCEPTANCE CORP	500	8.000	07-15-07	496,201	284,680	8.078
GENERAL MOTORS ACCEPTANCE CORP	500	8.200	02-15-88	500,000	360,125	8.200
HONEYWELL FINANCE	500	8.200	12-15-98	500,000	294,400	8.200
HOUSEHOLD FINANCE CORP	100	8.375	10-01-03	99,340	59,807	8.450
HOUSEHOLD FINANCE CORP	400	8.375	10-01-03	397,362	239,228	8.450
NATIONAL RURAL UTILITIES	1,000	14.750	02-01-11	1,000,000	964,120	14.750
TRANSAMERICA FINANCIAL	500	9.875	03-01-99	362,030	343,350	14.251
SUBCLASS TOTAL	6,100			5,949,005	4,324,247	
TRANSPORTATION EXCL. RAILROADS						
ARCO PIPELINE CO	500	8.375	07-15-83	499,361	441,495	8.466
ARCO PIPELINE CO	500	7.500	10-01-82	500,000	457,845	7.500
MOBIL ALASKA PIPELINE	500	8.450	03-01-05	500,000	317,730	8.450
SOHIO BP TRANS ALASKA PIPELINE	500	9.750	12-01-99	527,467	358,175	9.058
SUBCLASS TOTAL	2,000			2,026,828	1,575,245	

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
RAILROADS						
BURLINGTON NORTHERN	200	8.600	01-15-99	200,000	128,000	8.600
GENERAL AMERICAN TRANSPORTATION	500	7.375	12-01-83	500,000	423,450	7.375
SOUTHERN PACIFIC TRANSPORTATION	500	8.200	12-01-01	500,000	290,000	8.200
UNION PACIFIC RR	500	9.000	03-01-90	500,000	394,130	9.000
UNION PACIFIC RR	500	7.500	01-01-87	500,000	386,800	7.500
SUBCLASS TOTAL	2,200			2,200,000	1,622,380	

UTILITIES

ALABAMA POWER CO	500	10.500	12-01-05	500,000	319,865	10.500
AMERICAN TEL & TEL	300	4.375	04-01-85	285,208	226,428	6.522
AMERICAN TEL & TEL	1,800	5.500	01-01-97	977,932	684,286	12.199
AMERICAN TEL & TEL	300	7.000	02-15-01	298,529	167,892	7.060
AMERICAN TEL & TEL	500	7.125	12-01-03	499,095	278,560	7.145
CAROLINA TEL & TEL	220	8.100	11-01-03	220,000	128,220	8.100
CENTRAL ILLINOIS LIGHT	200	9.250	05-01-06	198,756	124,798	9.325
CENTRAL ILLINOIS LIGHT	300	9.250	05-01-06	298,134	187,197	9.325
CENTRAL TEL	276	8.000	07-01-94	276,324	173,725	7.979
COMMONWEALTH EDISON	500	8.250	12-01-07	491,185	270,555	8.454
CONSOLIDATED NATURAL GAS	500	8.125	06-01-97	311,230	314,175	14.199
CONSOLIDATED NATURAL GAS	200	8.125	06-01-97	151,619	125,670	11.700
FLORIDA POWER & LIGHT	500	8.500	01-01-04	502,426	293,690	8.439
GENERAL TEL SOUTHWEST	500	9.875	12-01-05	497,093	327,435	9.950
GULF POWER	500	15.000	02-01-10	484,600	440,145	15.500
INTERNATIONAL TEL & TEL	500	12.625	02-01-05	458,596	416,455	13.880
KANSAS NEBRASKA NATURAL GAS	90	8.450	08-01-91	90,000	61,123	8.450
KANSAS NEBRASKA NATURAL GAS	193	7.875	08-01-91	193,000	131,074	8.450
KENTUCKY POWER	300	4.625	09-01-02	300,000	164,430	7.875
MICHIGAN BELL TEL	400	7.875	08-01-96	335,416	172,412	6.801
MIRN SOFA GAS	100	7.875	12-01-96	100,000	57,903	7.875
MOUNTAIN STATES TEL & TEL	500	8.700	09-01-81	500,000	494,745	8.700
NW ENGLAND TEL & TEL	300	6.375	09-01-08	300,733	137,061	6.349
NW YORK TEL	450	7.500	03-01-09	454,959	248,630	7.374
NORTHERN INDIANA PUBLIC SERVICE	150	6.375	09-01-97	124,237	75,467	8.857
NORTHERN INDIANA PUBLIC SERVICE	100	10.400	09-01-04	100,000	73,596	10.400
NORTHERN INDIANA PUBLIC SERVICE	50	10.400	09-01-04	50,000	36,798	10.400
NORTHERN INDIANA PUBLIC SERVICE	100	10.400	09-01-04	100,000	73,596	10.400
OHIO BILL TEL	350	6.750	07-01-08	350,974	177,566	6.719
OHIO EDISON	200	9.250	05-01-00	200,554	128,054	9.205
PACIFIC GAS & ELECTRIC	500	12.750	02-01-13	500,000	409,275	12.750
PACIFIC TEL & TEL	350	6.000	11-01-02	351,520	153,951	5.949
PACIFIC TEL & TEL	200	6.000	11-01-02	156,799	87,972	8.711
PACIFIC TEL & TEL	115	7.800	03-01-07	115,000	61,449	7.800
PACIFIC TEL & TEL	35	7.800	03-01-07	35,000	18,702	7.800
PACIFIC TEL & TEL	500	15.125	03-01-88	500,000	495,000	15.125

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
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UTILITIES

PUBLIC SERVICE ELECTRIC & GAS	9	7.750	08-15-96	9,000	5,133	7.750
SOUTH CAROLINA ELECTRIC & GAS	500	10.125	04-01-09	496,522	344,770	10.204
SOUTH CENTRAL BELL TEL	500	8.250	03-01-17	499,460	295,065	8.260
SOUTH CENTRAL BELL TEL	500	8.250	03-01-17	497,411	295,065	8.300
SOUTHERN CALIFORNIA GAS	400	8.500	10-01-97	326,614	250,028	11.100
SOUTHERN NEW ENGLAND TEL	306	7.750	06-01-04	308,408	170,466	7.650
SOUTHWESTERN BELL TEL	850	5.875	06-01-03	405,508	395,624	13.250
SOUTHWESTERN BELL TEL	100	8.750	08-01-07	100,351	62,669	8.703
SOUTHWESTERN BELL TEL	450	8.250	04-01-17	432,364	265,523	8.635
TEXAS ELECTRIC SERVICE	500	9.500	02-01-09	496,773	329,940	9.571
UTAH POWER & LIGHT	500	10.125	04-01-09	490,841	344,770	10.150

SUBCLASS TOTAL

17,194 15,380,191 10,696,953

CANADIAN

BELL TELEPHONE OF CANADA	500	9.000	01-15-08	500,000	300,000	9.000
BRITISH COLUMBIA HYDRO & POWER	1,000	8.375	06-15-07	1,000,000	570,000	8.375
MANITOBA HYDRO ELECTRIC BOARD	500	8.000	10-15-03	496,280	280,000	8.000
MANITOBA HYDRO ELECTRIC BOARD	500	9.375	12-01-04	497,072	322,500	9.450
MANITOBA HYDRO ELECTRIC BOARD	500	9.500	10-01-85	500,000	415,000	9.500
MANITOBA HYDRO ELECTRIC BOARD	500	9.250	01-15-06	500,000	315,000	9.250
MUNICIPAL FINANCE AUTHORITY OF BC	490	8.875	05-01-01	490,000	268,900	8.875
MUNICIPAL FINANCE AUTHORITY OF BC	300	8.200	10-15-86	300,000	228,000	8.200
NEW BRUNSWICK ELECTRIC POWER	300	9.375	05-01-01	300,000	186,000	9.375
QUEBEC HYDRO ELECTRIC	400	8.500	08-01-03	398,527	220,000	8.500
QUEBEC HYDRO ELECTRIC	200	8.250	01-01-04	199,250	108,000	8.205
QUEBEC HYDRO ELECTRIC	400	10.250	01-15-05	400,000	271,128	10.250
QUEBEC HYDRO ELECTRIC	200	10.250	01-15-05	200,000	135,564	10.250

SUBCLASS TOTAL

5,790 5,781,129 3,650,092

SECURITY TOTAL

56,634 53,337,805 37,694,825

GOVERNMENT AGENCIES

US GOVERNMENT AGENCIES

USCG SHIP FINANCING BONDS LNG AQUARIUS	500	7.650	12-07-86	500,000	366,500	7.650
USCG SHIP FINANCING BONDS LNG AQUARIUS	1,500	8.000	06-07-02	1,500,000	935,250	8.000
FL PASO ARIZEL TANKER CO USCG	500	8.100	03-31-03	500,000	314,795	8.100
INTERNATIONAL BANK FOR RECONSTRUCTION	400	8.125	08-01-96	400,000	243,684	8.125
MARINE DRILLING USCG MM SHIP PP	1,000	14.250	03-01-96	1,000,000	999,500	14.250
NORTHWEST SHIPPING CORP USCG	481	8.350	07-01-96	481,000	325,637	8.350
USCG SHIP FINANCING BONDS LNG ARIES	500	7.850	12-13-87	500,000	369,450	7.850
USCG SHIP FINANCING BONDS J STORM VI PP	920	8.250	12-15-92	920,000	616,400	8.250

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD

GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
SUBCLASS TOTAL	5,801			5,801,000	4,171,216	
SECURITY TOTAL	5,801			5,801,000	4,171,216	
OTHER HOLDINGS						
MORTGAGES	326	.000	00-00-00	325,538	325,538	
SUBCLASS TOTAL	326			325,538	325,538	
SECURITY TOTAL	326			325,538	325,538	
FUND TOTAL	62,761			59,464,343	42,191,579	

HIGHWAY BUILDING COMPLEX SINKING FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	NATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL HOME LOAN BANKS	300	7.650	05-26-87	299,779	222,564	7.670
FEDERAL INTERMEDIATE CREDIT BANKS	200	7.000	04-01-82	200,000	188,000	7.000
FEDERAL INTERMEDIATE CREDIT BANKS	100	7.000	04-01-82	100,000	94,000	7.000
SUBCLASS TOTAL	600			599,779	504,564	
SECURITY TOTAL	600			599,779	504,564	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	37	.000	00-00-00	36,928	36,928	
SUBCLASS TOTAL	37			36,928	36,928	
SECURITY TOTAL	37			36,928	36,928	
FUND TOTAL	637			636,707	541,492	

STATEWIDE POLICE RESERVE FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN CAN COMPANY	100	11.375	07-01-10	99,388	76,707	11.450
ARCO STEEL	150	8.500	09-01-01	149,637	90,932	8.530
CATERPILLAR TRACTOR	200	8.000	11-01-01	200,000	122,352	8.000
CITIES SERVICE	200	13.875	01-15-11	200,000	184,500	13.875
DIAMOND SHARROCK	100	7.700	12-15-01	100,000	57,814	7.700
INLAND STEEL	100	7.900	01-15-07	100,000	53,832	7.900
MARATHON OIL	200	8.500	11-01-06	199,155	125,738	8.550
MARATHON OIL	100	7.650	11-01-83	100,000	85,482	7.650
SCARS ROEBUCK & CO	200	7.875	02-01-07	199,488	115,628	7.901
SHELL OIL	100	8.000	04-15-07	60,026	59,726	13.650
STUDEBAKER WORTHINGTON	100	9.350	11-15-03	100,000	63,143	9.350
UNION CARBIDE CORP	100	7.500	12-15-06	99,491	55,866	7.550
SUBCLASS TOTAL	1,650			1,607,185	1,091,720	
BANKS AND INSURANCE						
AETNA LIFE & CASUALTY CO	100	8.125	10-15-07	99,561	59,634	8.169
CITICORP NOTES	100	8.450	03-15-07	63,796	59,802	13.650
NORTHWEST BANCORPORATION	200	7.750	03-15-03	114,735	109,338	14.128
NORTHWEST BANCORPORATION	100	7.875	09-15-86	99,935	75,417	7.890
SAFECO CORP	100	7.600	12-15-86	100,000	72,866	7.600
US BANCORP	150	7.750	02-15-87	150,000	108,236	7.750
SUBCLASS TOTAL	750			628,027	485,293	
OTHER FINANCIAL						
HOUSEHOLD FINANCE CORP	200	7.850	10-01-86	200,000	147,718	7.850
HOUSEHOLD FINANCE CORP	100	7.850	10-01-86	100,000	73,859	7.850
NATIONAL RURAL UTILITIES	500	13.500	09-15-10	500,000	448,950	13.500
NATIONAL RURAL UTILITIES	100	14.750	02-01-11	100,000	96,412	14.750
SUBCLASS TOTAL	900			900,000	766,939	
RAILROADS						
GENERAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	84,690	7.375
GENERAL AMERICAN TRANSPORTATION	100	7.750	12-01-85	100,000	76,740	7.750
SOUTHERN PACIFIC TRANSPORTATION	100	8.200	12-01-01	100,000	58,000	8.200
UNION PACIFIC RR EQUIPMENT TRUST	100	7.700	01-01-92	100,000	68,140	7.700

STATEWIDE POLICE RESERVE FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
RAILROADS						
SUBCLASS TOTAL	400			400,000	287,570	
UTILITIES						
ARKANSAS LOUISIANA GAS	100	9.100	10-01-98	100,000	65,576	9.100
CENTRAL ILLINOIS PUBLIC SERVICE	100	8.450	11-01-06	100,000	58,546	8.450
CITIES SERVICE GAS	300	13.000	09-15-05	300,000	255,999	13.000
GENERAL TEL CALIFORNIA	500	10.750	10-01-09	487,041	343,780	11.066
HOUSTON LIGHTING & POWER	200	11.250	12-01-09	193,357	150,766	11.671
IDAH0 POWER	100	9.000	08-15-08	98,869	59,908	9.122
KENTUCKY UTILITIES	100	9.625	08-01-09	97,648	64,247	9.662
MINNESOTA POWER & LIGHT	100	8.700	09-01-06	100,000	58,077	8.700
MINNESOTA POWER & LIGHT	155	8.700	09-01-06	155,000	89,942	8.700
MINNESOTA POWER & LIGHT	200	8.350	09-01-07	200,000	112,412	8.350
MONTANA POWER	100	9.875	01-01-09	99,345	59,560	9.948
PACIFIC GAS & ELECTRIC	100	16.250	02-01-14	97,886	100,000	16.590
PUBLIC SERVICE COLORADO	100	9.250	10-01-08	100,000	60,873	9.250
SOUTHERN BELL TEL & TEL	200	12.875	10-05-20	199,018	174,000	12.939
SOUTHERN CALIFORNIA GAS	200	12.750	11-01-99	200,000	163,618	12.750
UTAH POWER & LIGHT	200	8.375	09-01-06	197,265	113,430	8.520
SUBCLASS TOTAL	2,755			2,727,429	1,935,794	
CANADIAN						
MUNICIPAL FINANCE AUTHORITY OF BC	200	13.750	12-01-05	199,267	178,000	13.803
SUBCLASS TOTAL	200			199,267	178,000	
SECURITY TOTAL	6,655			6,461,908	4,745,316	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
EL PASO COVE POINT TANKER GG	100	7.700	10-15-86	100,000	79,218	7.700
FL PASO SOUTHERN TANKER USGG	150	8.100	03-31-03	150,000	94,439	8.100
USGG SHIP FINANCING BONDS HARBOR TUG	50	8.150	03-15-01	50,000	31,987	8.150
USGG SHIP FINANCING BONDS HARBOR TUG	100	8.150	03-15-01	100,000	63,974	8.150
USGG SHIP FINANCING BONDS LNG ARIES	100	8.200	12-13-02	100,000	63,685	8.200
SUBCLASS TOTAL	500			500,000	333,303	
SECURITY TOTAL	500			500,000	333,303	

STATEWIDE POLICE RESERVE FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						

MUNICIPAL BONDS
STATE-DIRECT OR GUARANTEED

CITY OF HAVRE CITY HALL BONDS	27	6.000	06-01-89	27,000	27,000	6.000
CITY OF HAVRE CITY HALL BONDS	23	6.000	06-01-90	23,000	23,000	6.000
SUBCLASS TOTAL	50			50,000	50,000	
SECURITY TOTAL	50			50,000	50,000	
OTHER HOLDINGS						
MT. COMMON STOCK POOL	200	.000	00-00-00	200,124	216,623	
SHORT TERM INVESTMENT POOL	143	.000	00-00-00	143,188	143,188	
SUBCLASS TOTAL	343			343,312	359,811	
SECURITY TOTAL	343			343,312	359,811	
FUND TOTAL	7,548			7,355,220	5,488,430	

SHERIFF'S RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN CAN COMPANY	100	11.375	07-01-10	99,388	76,707	11.450
AMERICAN CYANAMID	100	8.375	03-15-06	99,588	60,327	8.420
ANCHOR HOCKING CORP	500	8.625	07-01-06	496,875	315,535	8.700
BURLINGTON INDUSTRIES	100	11.250	08-01-90	99,545	81,265	11.334
CLITES SERVICE	100	13.875	01-15-11	100,000	92,250	13.875
CONTINENTAL OIL	100	8.875	06-01-01	99,801	65,844	8.900
HALLIBURTON CO	100	9.250	04-01-00	99,625	69,917	9.302
HERSHEY FOODS	100	9.500	03-15-09	69,607	65,732	13.800
KERR MCGEE CORP	200	8.000	07-01-83	199,687	175,896	8.107
J RAY McDERMOTT & CO	100	9.625	03-15-04	99,773	65,029	9.651
MINNESOTA MINING & MANUFACTURING	100	8.850	04-01-05	100,000	66,082	8.850
SHELL OIL	100	8.000	04-15-07	60,026	59,726	13.650
STUDEBAKER WORTHINGTON	100	9.350	11-15-03	100,000	63,143	9.350
WITCO CHEMICAL	100	9.500	08-15-09	99,648	65,474	9.538
SUBCLASS TOTAL	1,900			1,823,563	1,322,947	
BANKS AND INSURANCE						
AETNA LIFE & CASUALTY CO	100	8.125	10-15-07	99,561	59,634	8.169
CITICORP NOTES	150	8.450	03-15-07	103,750	89,703	12.700
CITICORP NOTES	100	8.450	03-15-07	63,796	59,802	13.650
MANUFACTURERS HANOVER	100	8.125	08-15-07	63,653	57,142	13.150
US BANCORP	100	7.750	02-15-87	100,000	72,157	7.750
SUBCLASS TOTAL	550			430,760	338,438	
OTHER FINANCIAL						
BENEFICIAL CORP	75	8.000	06-15-01	75,000	44,642	8.000
BENEFICIAL CORP	100	8.350	02-15-88	100,000	71,322	8.350
NATIONAL RURAL UTILITIES	200	14.750	02-01-11	200,000	192,824	14.750
SUBCLASS TOTAL	375			375,000	308,788	
RAILROADS						
GENERAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	84,690	7.375
SUBCLASS TOTAL	100			100,000	84,690	

SHRIFF'S RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
CINCINNATI GAS & ELECTRIC	200	9.850	05-01-05	200,000	128,524	9.850
CITIES SERVICE GAS	100	13.000	09-15-05	100,000	85,333	13.000
CENTRAL TEL CALIFORNIA -	200	10.750	10-01-09	194,817	139,512	11.066
HOUSTON LIGHTING & POWER	100	11.250	12-01-09	96,679	75,383	11.671
IDAH0 POWER	100	9.000	08-15-08	98,869	59,998	9.122
KENTUCKY UTILITIES	100	9.625	08-01-09	99,648	64,247	9.662
MICHIGAN POWER & LIGHT	100	8.350	09-01-07	100,000	56,206	8.350
MINNESOTA POWER	100	9.875	01-01-09	99,345	59,580	9.948
PACIFIC GAS & ELECTRIC	100	10.125	08-01-12	99,765	67,836	10.151
PACIFIC GAS & ELECTRIC	200	16.250	02-01-14	195,772	200,000	16.590
PACIFIC TEL & TEL	100	9.875	02-15-16	100,000	63,881	9.875
PACIFIC TEL & TEL	200	15.125	03-01-88	200,000	198,000	15.125
SOUTHERN CALIFORNIA GAS	200	12.750	11-01-99	200,000	163,618	12.750
SOUTHWESTERN PUBLIC SERVICE	150	8.750	03-01-08	150,000	90,191	8.750
UTAH POWER & LIGHT	200	9.125	05-01-08	200,000	121,052	9.125
SUBCLASS TOTAL	2,150			2,134,895	1,573,361	
CANADIAN						
MUNICIPAL FINANCE AUTHORITY OF BC	98	8.875	05-01-01	98,000	59,780	8.875
MUNICIPAL FINANCE AUTHORITY OF BC	200	13.750	12-01-05	199,267	178,000	13.803
SUBCLASS TOTAL	298			297,267	237,780	
SECURITY TOTAL	5,373			5,161,485	3,866,004	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY NOTES	150	7.875	11-15-82	149,888	138,188	7.951
SUBCLASS TOTAL	150			149,888	138,188	
SECURITY TOTAL	150			149,888	138,188	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN COMMERCIAL LINES USCG	149	8.500	07-15-01	149,000	98,285	8.500
EL PASO COVE POINT TANKER USCG	242	9.250	03-31-03	176,917	169,182	13.000
SUBCLASS TOTAL	391			325,917	267,467	

SHERIFF'S RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
SECURITY TOTAL	391			325,917	267,467	
OTHER HOLDINGS						
MT. COMMON STOCK POOL	301	.000	00-00-00	300,506	320,374	
SHORT TERM INVESTMENT POOL	537	.000	00-00-00	536,764	536,764	
SUBCLASS TOTAL	838			837,270	857,138	
SECURITY TOTAL	838			837,270	857,138	
FUND TOTAL	6,752			6,474,560	5,128,797	

EDUCATIONAL TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN CAN COMPANY	500	11.375	07-01-10	496,941	383,535	11.450
ARMSTRONG CORK	525	8.000	05-15-96	360,795	335,596	12.800
BURLINGTON INDUSTRIES	500	11.250	08-01-90	497,725	406,325	11.334
CITIES SERVICE	500	13.875	01-15-11	483,773	461,250	14.344
CONSOLIDATED NATURAL GAS	500	12.875	10-01-00	500,000	426,430	12.875
DANA CORPORATION	200	8.875	11-15-08	199,086	126,246	8.923
DIAMOND SHAMROCK	500	8.500	04-01-08	491,638	299,920	8.680
DOM CHEMICAL CO	300	8.625	02-15-08	297,867	187,878	8.700
INCO LIMITED	500	12.375	07-15-10	500,000	375,000	12.375
I B M	500	9.375	10-01-04	422,766	366,455	11.363
I B M	500	9.375	10-01-04	495,687	366,455	10.451
MONSANTO CO	500	8.750	05-15-08	497,197	313,890	8.808
SI REGIS PAPER	500	10.625	06-15-10	481,873	362,370	11.055
STUDEBAKER WORTHINGTON	200	9.350	11-15-03	200,000	126,286	9.350
TENNECO	500	14.500	04-01-06	492,569	467,500	14.726
TEXACO INC	300	8.500	04-01-06	296,362	188,220	8.630
TEXAS INSTRUMENTS	500	12.700	02-01-05	500,000	437,115	12.700
WHEELABRATOR FRYE	500	11.750	07-15-05	500,000	397,550	11.750
SUBCLASS TOTAL	8,025			7,674,279	6,028,021	
BANKS AND INSURANCE						
WESTERN BANCORP	500	12.250	05-15-10	439,066	409,535	14.000
WESTERN BANCORP	500	12.250	05-15-10	496,145	409,535	12.350
SUBCLASS TOTAL	1,000			935,211	819,070	
OTHER FINANCIAL						
BENEFICIAL CORP	500	8.350	02-15-88	500,000	356,610	8.350
FORD MOTOR CREDIT	500	8.700	04-01-99	488,097	286,505	9.000
FORD MOTOR CREDIT	300	8.375	05-01-84	299,575	240,642	8.439
MONTGOMERY WARD CREDIT	200	9.375	05-15-84	199,737	164,390	9.438
NATIONAL RURAL UTILITIES	500	9.750	09-01-09	497,728	342,760	9.797
NATIONAL RURAL UTILITIES	500	13.500	09-15-10	500,000	448,950	13.500
NATIONAL RURAL UTILITIES	400	14.750	02-01-11	400,000	385,648	14.750
SUBCLASS TOTAL	2,900			2,885,137	2,225,505	

EDUCATIONAL TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TRANSPORTATION EXCL. RAILROADS						
NATURAL GAS PIPELINE OF AMERICA	1,000	9.250	03-01-95	775,450	672,400	12.800
SUBCLASS TOTAL	1,000			775,450	672,400	
RAILROADS						
MISSOURI PACIFIC RR PP	433	9.750	06-01-94	433,333	305,890	9.750
SUBCLASS TOTAL	433			433,333	305,890	
UTILITIES						
ARKANSAS LOUISIANA GAS	200	9.100	10-01-98	200,000	131,152	9.100
BAITMORE GAS & ELECTRIC	500	9.375	07-01-08	500,000	321,695	9.375
CENTRAL POWER & LIGHT	500	12.375	01-01-10	500,000	408,490	12.375
CITIES SERVICE GAS	1,000	13.000	09-15-05	1,000,000	853,330	13.000
COLUMBIA GAS SYSTEM	500	11.750	10-01-99	496,521	405,615	11.800
CONSUMERS POWER PP	500	10.625	07-01-99	500,000	350,100	10.625
GENERAL TEL CALIFORNIA	300	8.875	04-01-08	296,532	177,771	9.000
GENERAL TEL CALIFORNIA	1,000	10.750	10-01-09	977,617	697,560	11.022
GENERAL TEL KENTUCKY PP	500	13.750	12-01-00	500,000	463,600	13.750
IDAHIO POWER	500	9.000	08-15-08	500,000	299,990	9.000
INTERNATIONAL TEL & TEL	500	12.625	02-01-05	458,596	416,455	13.880
IOWA PUBLIC SERVICE	500	9.750	09-01-09	492,954	325,190	9.907
MOUNTAIN STATES TEL & TEL	500	8.625	04-01-18	495,405	303,700	8.710
MOUNTAIN STATES TEL & TEL	500	11.250	11-01-19	500,000	392,500	11.250
NORTHERN INDIANA PUBLIC SERVICE	500	11.750	12-15-09	500,000	396,260	11.750
PACIFIC GAS & ELECTRIC	500	12.750	02-01-13	500,000	409,275	12.750
PACIFIC GAS & ELECTRIC	1,000	16.250	02-01-14	993,942	1,000,000	16.336
PACIFIC TEL & TEL	500	9.750	07-01-19	500,000	315,145	9.750
PACIFIC TEL & TEL	1,000	15.500	03-01-20	996,896	938,830	15.500
PACIFIC TEL & TEL	500	16.125	04-01-21	495,031	480,970	16.288
PUBLIC SERVICE COLORADO	300	9.250	10-01-08	300,000	182,619	9.250
PUBLIC SERVICE ELECTRIC & GAS	200	9.375	11-01-08	201,370	128,536	9.299
SOUTHERN BELL TEL & TEL	300	12.875	10-05-20	298,527	261,000	12.939
SOUTHERN CALIFORNIA EDISON	500	9.625	11-01-03	496,866	333,315	9.700
SOUTHERN CALIFORNIA GAS	500	12.750	11-01-99	500,000	409,045	12.750
SOUTHWESTERN PUBLIC SERVICE	350	8.750	03-01-08	350,000	210,405	8.750
UTAH POWER & LIGHT	500	9.125	05-01-08	500,000	302,630	9.125
UTAH POWER & LIGHT	500	10.125	04-01-09	498,841	344,770	10.150
VIRGINIA ELECTRIC POWER	300	9.625	07-01-08	300,000	187,692	9.625
SUBCLASS TOTAL	14,950			14,849,098	11,407,680	

EDUCATIONAL TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
SECURITY TOTAL	28,308			27,552,508	21,498,606	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.550	09-12-88	498,750	375,850	8.580
GNMA PASSTHROUGH	988	10.000	11-15-09	888,091	713,086	11.238
SUBCLASS TOTAL	1,488			1,386,841	1,088,936	
SECURITY TOTAL	1,488			1,386,841	1,088,936	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	2,895	.000	00-00-00	2,894,517	2,894,517	
SUBCLASS TOTAL	2,895			2,894,517	2,894,517	
SECURITY TOTAL	2,895			2,894,517	2,894,517	
FUND TOTAL	32,691			31,833,866	25,482,059	

VOLUNTEER FIREMAN'S FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN BRANDS	100	8.125	03-01-85	99,004	82,058	8.520
BURLINGTON INDUSTRIES	250	11.250	08-01-90	236,234	203,163	12.300
MOBIL CORP	65	8.500	06-15-01	63,174	41,619	8.850
NATIONAL STEEL CORP	200	8.375	08-01-06	200,000	115,950	8.375
OWENS ILLINOIS	150	9.350	11-01-99	150,000	102,855	9.350
SUBCLASS TOTAL	765			748,412	545,645	
OTHER FINANCIAL						
GENERAL ELECTRIC CREDIT	100	8.250	02-15-86	99,769	78,720	8.320
SEARS ROEBUCK ACCEPTANCE CORP	200	8.375	12-31-86	199,815	148,494	8.400
SUBCLASS TOTAL	300			299,584	227,214	
RAILROADS						
UNION TANK CAR	100	8.600	12-15-81	100,000	97,130	8.600
SUBCLASS TOTAL	100			100,000	97,130	
UTILITIES						
IDAHO POWER	200	9.000	08-15-08	197,738	119,996	9.122
MINNESOTA POWER & LIGHT	150	8.350	09-01-07	150,000	84,309	8.350
NORTHERN STATES POWER	100	7.375	03-01-02	100,207	53,885	7.349
PUBLIC SERVICE ELECTRIC & GAS	75	7.750	08-15-96	75,000	42,773	7.750
CENTRAL TEL FLORIDA	50	7.650	02-01-97	50,000	28,485	7.650
WASHINGTON WATER POWER	100	14.125	01-01-91	100,000	93,625	14.125
WISCONSIN TEL	240	7.250	02-01-07	242,198	129,792	7.149
SUBCLASS TOTAL	915			915,143	552,865	
SECURITY TOTAL	2,080			2,063,139	1,422,854	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL FARM CREDIT BANKS	350	9.700	06-04-84	350,000	307,563	9.700
SUBCLASS TOTAL	350			350,000	307,563	

VOLUNTEER FIREMAN'S FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
SECURITY TOTAL	350			350,000	307,563	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	67	.000	00-00-00	67,462	67,462	
SUBCLASS TOTAL	67			67,462	67,462	
SECURITY TOTAL	67			67,462	67,462	
FUND TOTAL	2,497			2,480,601	1,797,879	

PERMANENT COAL TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS INDUSTRIAL						
AMERICAN CAN COMPANY	500	11.375	07-01-10	496,941	383,535	11.450
BORDEN	500	9.375	06-15-09	500,000	331,360	9.375
BURLINGTON INDUSTRIES	1,000	11.250	08-01-90	972,697	812,650	11.768
BURLINGTON INDUSTRIES	500	11.250	08-01-90	497,725	406,325	11.334
BURLINGTON INDUSTRIES	500	11.250	08-01-90	497,725	406,325	11.334
CITIES SERVICE	1,000	13.875	01-15-11	1,000,000	922,500	13.875
CITIES SERVICE	2,000	13.875	01-15-11	1,918,337	1,845,000	14.474
CITIES SERVICE	500	13.875	01-15-11	483,773	461,250	14.344
CONSOLIDATED NATURAL GAS	500	12.875	10-01-00	500,000	426,430	12.875
CONTINENTAL OIL	500	9.375	04-01-09	498,843	338,485	9.400
DANA CORPORATION	300	8.875	11-15-08	298,630	189,369	8.923
DIAMOND SHAMROCK	500	8.500	04-01-08	491,080	299,920	8.690
DOW CHEMICAL CO	200	8.625	02-15-08	198,578	125,252	8.700
ENGELHARD MINERALS & CHEMICALS	500	11.750	08-01-05	497,591	401,455	11.812
HERSHEY FOODS	300	9.500	03-15-09	298,961	197,196	9.538
HERSHEY FOODS	500	9.500	03-15-09	308,033	328,660	13.800
INCO LIMITED	500	12.375	07-15-10	500,000	375,000	12.375
INGERSOLL RAND	1,000	12.875	09-01-10	1,000,000	862,750	12.875
JC PENNEY	300	12.000	07-15-10	300,000	238,470	12.000
RCA CORPORATION	2,000	12.250	05-01-05	1,714,579	1,576,460	14.400
RCA CORPORATION	1,000	12.250	05-01-05	996,386	788,230	12.292
RCA CORPORATION	1,000	12.250	05-01-05	975,834	788,230	12.575
RJ REYNOLDS INDUSTRIES	500	10.450	05-15-90	500,000	407,945	10.450
ST REGIS PAPER	1,000	10.625	06-15-10	963,745	724,740	11.055
SHELL OIL UST ATLANTIC PP	425	9.300	03-07-02	425,263	293,091	9.300
STUDEBAKER WORTHINGTON	300	9.350	11-15-03	300,000	189,429	9.350
TENNECO	1,000	14.500	04-01-06	985,138	935,000	14.726
TEXACO INC	200	8.500	04-01-06	197,574	125,480	8.630
WHEELABRATOR FRYE	500	11.750	07-15-05	500,000	397,550	11.750
WITCO CHEMICAL	500	9.500	08-15-09	498,241	327,370	9.538
SUBCLASS TOTAL	20,025			19,355,674	15,905,457	
BANKS AND INSURANCE						
AMERICAN GENERAL INSURANCE CO	500	9.375	12-15-08	496,568	319,205	9.450
CROCKER NATIONAL	500	8.600	12-01-02	497,854	303,830	8.648
WESTERN BANCORP	500	12.250	05-15-10	496,145	409,535	12.350
WESTERN BANCORP	500	12.250	05-15-10	439,066	409,535	14.000
SUBCLASS TOTAL	2,000			1,929,633	1,442,105	

PLIMMONT COAL TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
OTHER FINANCIAL						
BENEFICIAL CORP	100	8.350	02-15-88	100,000	71,322	8.350
BENEFICIAL CORP	200	8.350	02-15-88	200,000	142,644	8.350
FORD MOTOR CREDIT	200	8.375	05-01-84	199,716	160,428	8.439
MONTGOMERY WARD CREDIT	300	9.375	05-15-84	299,606	246,585	9.438
NATIONAL RURAL UTILITIES	500	9.750	04-01-09	497,779	342,985	9.800
NATIONAL RURAL UTILITIES	100	9.750	09-01-09	* 99,549	68,552	9.800
NATIONAL RURAL UTILITIES	300	9.750	09-01-09	298,648	205,656	9.800
NATIONAL RURAL UTILITIES	100	9.750	09-01-09	99,549	68,552	9.800
NATIONAL RURAL UTILITIES	500	13.500	09-15-10	500,000	448,950	13.500
NATIONAL RURAL UTILITIES	2,000	14.750	02-01-11	1,962,880	1,928,240	15.028
NATIONAL RURAL UTILITIES	1,000	14.750	02-01-11	1,000,000	964,120	14.750
TRANSAMERICA FINANCIAL	500	9.875	03-01-99	362,030	343,350	14.251
SUBCLASS TOTAL	5,800			5,619,757	4,991,384	
TRANSPORTATION EXCL. RAILROADS						
ARCHER DANIELS MIDLAND	1,000	16.000	05-15-11	995,019	1,015,000	16.080
COLUMBIA GAS SYSTEM	1,000	12.750	08-01-00	996,574	859,150	12.797
EXXON PIPELINE CO	1,000	9.000	10-15-04	701,238	664,930	13.200
HOUSTON NATURAL GAS	1,000	9.750	02-01-95	777,864	695,440	13.400
NATURAL GAS PIPELINE OF AMERICA	1,000	9.250	03-01-95	775,450	672,440	12.800
PANHANDLE EASTERN PIPELINE	500	15.125	04-01-95	495,416	480,000	15.298
SUBCLASS TOTAL	5,500			4,741,561	4,386,960	
RAILROADS						
GENERAL AMERICAN TRANSPORTATION	1,000	13.875	09-15-01	995,061	928,420	13.947
MISSOURI PACIFIC RR PP	433	9.750	06-01-94	433,333	305,890	9.750
UNION TANK CAR	1,000	14.000	01-15-01	1,000,000	967,500	14.000
SUBCLASS TOTAL	2,433			2,428,394	2,201,810	
UTILITIES						
ARKANSAS LOUISIANA GAS	200	9.100	10-01-98	200,000	131,152	9.100
BALTIMORE GAS & ELECTRIC	300	9.375	07-01-08	300,000	193,017	9.375
CENTRAL POWER & LIGHT	500	12.375	01-01-10	500,000	408,490	12.375
CITIES SERVICE GAS	1,000	13.000	09-15-05	1,000,000	853,330	13.000
COLUMBIA GAS SYSTEM	500	11.750	10-01-99	496,521	405,615	11.848
CONSUMERS POWER PP	500	10.625	07-01-99	500,000	350,100	10.625

PERMANENT GOAL TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
DUQUESNE LIGHT	500	10.125	02-01-09	494,811	318,895	10.244
EL PASO ELECTRIC	1,000	16.350	05-01-91	1,000,000	1,047,940	16.350
EL PASO ELECTRIC PP	500	9.950	05-01-04	500,000	339,950	9.950
GENERAL TEL CALIFORNIA	200	8.875	04-01-08	197,688	118,514	9.000
GENERAL TEL CALIFORNIA	1,000	10.750	10-01-09	977,617	697,560	11.072
GENERAL TEL KENTUCKY PP	1,000	13.750	12-01-00	1,000,000	927,200	13.750
IDAH0 POWER	500	9.000	08-15-08	500,000	299,990	9.000
INTERNATIONAL TEL & TEL	500	12.625	02-01-05	458,596	416,455	13.880
IOWA POWER & LIGHT	500	9.750	01-15-09	495,588	322,370	9.870
IOWA PUBLIC SERVICE	500	9.750	09-01-09	492,954	325,190	9.907
MOUNTAIN STATES TEL & TEL	500	8.625	04-01-18	495,405	303,700	8.710
MOUNTAIN STATES TEL & TEL	500	11.250	11-01-19	500,000	397,500	11.250
NORTHERN INDIANA PUBLIC SERVICE	500	11.750	12-15-09	500,000	396,260	11.750
PACIFIC GAS & ELECTRIC	500	10.125	08-01-12	498,827	339,180	10.151
PACIFIC GAS & ELECTRIC	500	12.750	02-01-13	500,000	409,275	12.750
PACIFIC GAS & ELECTRIC	1,000	16.250	02-01-14	979,276	1,000,000	16.583
PACIFIC TEL & TEL	500	9.875	02-15-16	500,000	319,405	9.875
PACIFIC TEL & TEL	500	15.125	03-01-88	500,000	495,000	15.125
PACIFIC TEL & TEL	500	15.125	03-01-88	500,000	495,000	15.125
PACIFIC TEL & TEL	1,000	15.500	03-01-20	996,896	938,830	15.549
PACIFIC TEL & TEL	1,050	16.125	04-01-21	1,039,566	1,010,037	16.288
PACIFIC TEL & TEL	500	16.125	04-01-21	495,031	480,970	16.288
PACIFIC TEL & TEL	450	16.125	04-01-21	445,528	432,873	16.288
PUBLIC SERVICE COLORADO	100	9.250	10-01-08	100,000	60,873	9.250
PUBLIC SERVICE ELECTRIC & GAS	300	9.375	11-01-08	302,055	192,804	9.299
SHELL OIL	1,000	14.250	06-15-11	1,000,000	963,750	14.250
SOUTH CAROLINA ELECTRIC & GAS	500	10.125	04-01-09	495,363	344,770	10.231
SOUTHERN BELL TEL & TEL	500	12.875	10-05-20	497,544	435,000	12.939
SOUTHERN CALIFORNIA EDISON	500	9.625	11-01-03	496,866	333,315	9.700
SOUTHERN CALIFORNIA GAS	500	12.750	11-01-99	500,000	409,045	12.750
SOUTHWESTERN PUBLIC SERVICE	150	8.750	03-01-08	150,000	90,191	8.750
TEXAS ELECTRIC SERVICE	500	9.500	02-01-09	496,773	329,940	9.571
UTAH POWER & LIGHT	300	9.125	05-01-08	300,000	181,578	9.125
VIRGINIA ELECTRIC POWER	200	9.625	07-01-08	200,000	125,128	9.625
SUBCLASS TOTAL	21,750			21,602,905	17,635,192	

CANADIAN

BELL TELEPHONE OF CANADA	400	9.000	01-15-08	400,000	240,000	9.000
IMPERIAL OIL	500	9.750	09-15-09	499,087	330,000	9.769
MUNICIPAL FINANCE AUTHORITY OF BC	2,000	13.750	12-01-05	1,992,673	1,780,000	13.803
SUBCLASS TOTAL	2,900			2,891,760	2,350,000	
SECURITY TOTAL	60,408			58,569,684	48,912,908	

PERMANENT COAL TRUST FUND

CANADIAN

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
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GOVERNMENT AGENCIES
US GOVERNMENT AGENCIES

BIG SKY TRANSPORTATION USCG PP	472	12.000	05-01-90	472,124	417,783	12.000
BIG SKY TRANSPORTATION USCG PP	1,488	12.500	10-01-91	1,487,542	1,365,266	12.500
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.500	10-13-87	500,000	358,125	7.500
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.550	09-12-88	498,750	375,850	8.580
GNMA PASSTHROUGH	2,006	9.500	09-15-09	1,557,479	1,403,988	12.497
GNMA PASSTHROUGH	988	10.000	11-15-09	888,091	713,086	11.238
MARINE DRILLING USCG MM SHIP PP	1,000	14.250	03-01-96	1,000,000	999,500	14.250
USCG SHIP FINANCING BONDS LNG ARIES	500	8.200	12-13-02	500,000	318,425	8.200

SUBCLASS TOTAL

7,454

6,903,986

5,952,023

SECURITY TOTAL

7,454

6,903,986

5,952,023

OTHER HOLDINGS

SHORT TERM INVESTMENT POOL

9,054

.000

00-00-00

9,054,158

9,054,158

SUBCLASS TOTAL

9,054

9,054,158

9,054,158

SECURITY TOTAL

9,054

9,054,158

9,054,158

FUND TOTAL

76,916

74,527,828

63,919,089

UNIV. OF MONTANA FIELD HOUSE FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS						
SUBCLASS TOTAL	4	3.250	06-15-83	3,953	3,375	4.109
SECURITY TOTAL	4			3,953	3,375	
OTHER HOLDINGS	4			3,953	3,375	
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	134	.000	00-00-00	134,018	134,018	
SECURITY TOTAL	134			134,018	134,018	
FUND TOTAL	138			137,971	137,393	

UNIV. OF MONTANA POOL FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	2	3.250	06-15-83	1,976	1,688	4.109
SUBCLASS TOTAL	2			1,976	1,688	
SECURITY TOTAL	2			1,976	1,688	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	23	.000	00-00-00	22,584	22,584	
SUBCLASS TOTAL	23			22,584	22,584	
SECURITY TOTAL	23			22,584	22,584	
FUND TOTAL	25			24,560	24,272	

MONTANA STATE UNIV. TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS						
US REPURCHASE AGREEMENTS						
US TREASURY BILLS	1,500	14.100	09-24-81	1,404,602	1,448,758	12.580
US TREASURY BILLS	1,500	13.500	03-25-82	1,316,542	1,349,250	12.580
FHLB DISCOUNT NOTES	300	14.400	11-31-81	277,650	282,278	14.900
SUBCLASS TOTAL	3,300			2,998,794	3,080,286	
SECURITY TOTAL	3,300			2,998,794	3,080,286	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS PP	16	6.375	02-15-82	16,000	15,190	6.375
SUBCLASS TOTAL	16			16,000	15,190	
SECURITY TOTAL	16			16,000	15,190	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	1,581	.000	00-00-00	1,580,633	1,580,633	
SUBCLASS TOTAL	1,581			1,580,633	1,580,633	
SECURITY TOTAL	1,581			1,580,633	1,580,633	
FUND TOTAL	4,897			4,595,427	4,676,109	

LONG RANGE BUILDING SINKING FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY NOTES	500	8.000	08-15-86	500,000	395,625	8.000
SUBCLASS TOTAL	500			500,000	395,625	
SECURITY TOTAL	500			500,000	395,625	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,860	13.000	01-10-86	1,843,148	1,729,800	13.302
FEDERAL LAND BANKS	500	7.200	01-20-83	499,916	445,625	7.213
SUBCLASS TOTAL	2,360			2,343,064	2,175,425	
SECURITY TOTAL	2,360			2,343,064	2,175,425	
FUND TOTAL	2,860			2,843,064	2,571,050	

EASTERN MONTANA COLLEGE TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS						
US REPURCHASE AGREEMENTS						
US TREASURY BILLS	90	13.500	01-28-82	78,489	82,872	12.650
US TREASURY BILLS	110	14.100	10-01-81	103,579	105,936	15.800
US TREASURY BILLS	175	14.100	08-27-81	171,123	170,982	13.750
SUBCLASS TOTAL	375			353,191	359,790	
SECURITY TOTAL	375			353,191	359,790	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	281	.000	00-00-00	280,930	280,930	
SECURITY TOTAL	281			280,930	280,930	
FUND TOTAL	656			634,121	640,720	

COMMON SCHOOL 1 & 1 FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS						
US REPURCHASE AGREEMENTS						
US TREASURY BILLS	2,000	13.600	02-25-82	1,783,667	1,818,000	11.800
US TREASURY BILLS	3,000	13.600	02-25-82	2,665,570	2,727,000	12.620
US TREASURY BILLS	3,000	13.600	02-25-82	2,661,788	2,727,000	13.050
US TREASURY BILLS	3,000	13.600	02-25-82	2,662,913	2,727,000	13.350
FHLB DISCOUNT NOTES	2,000	14.100	11-05-81	1,844,167	1,899,733	12.750
FHLB DISCOUNT NOTES	2,000	14.100	11-12-81	1,846,611	1,894,250	12.550
FHLB DISCOUNT NOTES	1,000	14.400	12-01-81	908,368	938,400	16.250
FHLB DISCOUNT NOTES	1,500	14.250	02-25-82	1,346,033	1,357,500	14.900
SUBCLASS TOTAL	17,500			15,719,117	16,088,883	
US BANKERS ACCEPTANCE						
BANKERS ACCEPTANCES MANUF HANOVER LA	400	19.250	07-06-81	397,922	398,717	17.000
SUBCLASS TOTAL	400			397,922	398,717	
SECURITY TOTAL	17,900			16,117,039	16,487,600	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES*						
FEDERAL FARM CREDIT BANKS	1,000	14.900	11-02-81	999,790	994,375	14.980
FEDERAL FARM CREDIT BANKS	2,000	14.900	11-02-81	1,998,850	1,988,750	15.050
SUBCLASS TOTAL	3,000			2,998,640	2,983,125	
SECURITY TOTAL	3,000			2,998,640	2,983,125	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	3,839	.000	00-00-00	3,839,174	3,839,174	
SUBCLASS TOTAL	3,839			3,839,174	3,839,174	
SECURITY TOTAL	3,839			3,839,174	3,839,174	
FUND TOTAL	24,739			22,954,853	23,309,899	

CAME WARDENS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN CAN COMPANY	100	11.375	07-01-10	99,388	16,707	11.450
ATLANTIC RICHFIELD	25	7.750	12-15-03	25,000	14,916	7.750
BURLINGTON INDUSTRIES	100	11.250	08-01-90	99,545	81,265	11.334
CUMMINS ENGINE CO	20	7.400	04-01-97	20,000	11,105	7.400
MINNESOTA MINING & MANUFACTURING	100	8.850	04-01-05	100,000	66,082	8.850
MOBIL CORP	25	8.500	06-15-01	24,298	16,007	8.850
PPG INDUSTRIES	25	9.000	06-15-95	19,537	17,135	12.400
WITCO CHEMICAL	100	9.500	08-15-09	99,648	65,474	9.538
SUBCLASS TOTAL	495			487,416	348,691	
BANKS AND INSURANCE						
CITICORP NOTES	20	8.125	07-01-07	12,680	11,519	13.250
CITICORP NOTES	100	8.125	07-01-07	99,133	57,594	8.215
SUBCLASS TOTAL	120			111,813	69,113	
OTHER FINANCIAL						
COMMERCIAL CREDIT	40	7.750	02-15-92	39,783	23,779	7.851
GENERAL MOTORS ACCEPTANCE CORP	100	7.750	10-01-94	75,163	60,296	11.618
INTERNATIONAL HARVESTER CREDIT	40	7.500	01-15-94	39,880	18,750	7.550
NATIONAL RURAL UTILITIES	100	14.750	02-01-11	100,000	96,412	14.750
SUBCLASS TOTAL	280			254,826	199,187	
TRANSPORTATION EXCL. RAILROADS						
NATURAL GAS PIPELINE OF AMERICA	25	8.350	09-01-93	25,000	16,086	8.350
SUBCLASS TOTAL	25			25,000	16,086	
RAILROADS						
DENVER RIO GRANDE RR EQUIP TRUST	35	7.250	11-01-82	35,050	31,822	7.100
UNION PACIFIC RR	50	8.400	03-01-01	50,000	32,500	8.400
SUBCLASS TOTAL	85			85,050	64,322	

GAME MAINTENANCE RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
AMERICAN TEL & TEL	10	8.750	05-15-00	9,841	6,585	8.981
CAROLINA TEL & TEL	25	8.100	11-01-03	25,000	14,571	8.100
CHESAPE & POTOMAC TEL MARYLAND	20	6.625	10-01-08	20,049	9,870	6.599
CITIES SERVICE GAS	100	13.000	09-15-05	100,000	85,333	13.000
DETROIT EDISON	50	7.375	11-15-01	49,485	24,205	7.501
DETROIT EDISON	30	9.875	05-01-04	29,828	18,264	9.954
DUQUESNE LIGHT	20	7.000	01-01-99	19,937	10,348	7.040
GENERAL TEL CALIFORNIA	20	4.500	03-01-95	20,000	8,176	4.500
GENERAL TEL CALIFORNIA	100	10.750	10-01-09	97,408	69,756	11.066
GENERAL TEL NORTHWEST	50	7.875	05-01-02	50,306	27,728	7.798
IDAHO POWER	100	9.000	08-15-08	98,869	59,998	9.122
KANSAS CITY POWER & LIGHT	25	5.750	05-15-97	25,054	11,804	5.723
MINNESOTA POWER & LIGHT	100	10.500	08-01-05	100,000	70,643	10.500
MONTANA POWER	30	8.625	03-01-04	30,060	17,466	8.599
MONTANA POWER	100	9.875	01-01-09	99,345	59,580	9.948
MOUNTAIN STATES TEL & TEL	50	5.000	04-01-00	51,277	21,160	4.749
MOUNTAIN STATES TEL & TEL	25	6.000	08-01-07	25,000	11,388	5.950
MOUNTAIN STATES TEL & TEL	25	7.750	06-01-13	25,000	13,984	7.750
OHIO BELL TEL	45	6.750	07-01-08	45,164	22,830	6.713
PACIFIC GAS & ELECTRIC	100	16.250	02-01-14	97,886	100,000	16.590
PACIFIC NORTHWEST BELL TEL	25	6.750	12-01-07	25,243	12,660	6.646
PACIFIC NORTHWEST BELL TEL	40	8.625	10-01-10	41,811	24,565	8.113
POTOMAC ELECTRIC POWER	50	5.875	05-01-02	43,245	22,442	7.505
PUBLIC SERVICE COLORADO	25	5.375	05-01-96	25,000	11,314	5.375
SOUTHERN BELL TEL & TEL	25	4.375	08-01-03	24,961	9,090	4.388
SOUTHWESTERN BELL TEL	150	5.875	06-01-03	71,560	69,816	13.250
SOUTHWESTERN BELL TEL	15	6.750	06-01-08	15,409	7,603	6.458
SOUTHWESTERN BELL TEL	20	8.250	04-01-17	19,216	11,801	8.635
SURCLASS TOTAL	1,375			1,285,994	832,980	
CANADIAN						
MUNICIPAL FINANCE AUTHORITY OF BC	98	8.875	05-01-01	98,000	59,780	8.875
MUNICIPAL FINANCE AUTHORITY OF BC	100	13.750	12-01-05	99,634	89,000	13.948
NOVA SCOTIA POWER	125	8.125	07-15-98	124,770	68,750	8.150
SURCLASS TOTAL	323			322,404	217,530	
SECURITY TOTAL	2,703			2,572,503	1,747,909	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN COMMERCIAL LINES USCG	50	8.500	07-15-01	50,000	32,982	8.500

CAME WARRENS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL NATIONAL MORTGAGE ASSOCIATION	25	5.200	01-19-82	25,000	23,889	5.200
USCG SHIP FINANCING BONDS LACHMAR HULL	100	8.625	12-31-01	100,000	66,564	8.625
USCG SHIP FINANCING BONDS LNG ARTES	100	8.200	12-13-02	100,000	63,685	8.200
SUBCLASS TOTAL	275			275,000	187,120	
SECURITY TOTAL	275			275,000	187,120	
OTHER HOLDINGS						
MT. COMMON STOCK POOL	100	.000	00-00-00	100,109	110,592	
MORTGAGES	35	.000	00-00-00	34,565	34,565	
SHORT TERM INVESTMENT POOL	153	.000	00-00-00	153,437	153,437	
SUBCLASS TOTAL	288			288,111	298,594	
SECURITY TOTAL	288			288,111	298,594	
FUND TOTAL	3,266			3,135,614	2,233,623	

SOCIAL SECURITY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
UTILITIES						
GENERAL TEL KENTUCKY	500	7.750	10-01-01	497,891	275,270	7.804
SUBCLASS TOTAL	500			497,891	275,270	
SECURITY TOTAL	500			497,891	275,270	
MONEY MARKET INSTRUMENTS						
US REPURCHASE AGREEMENTS						
REPO WELLS FARGO BANK SF	3,200	16.000	07-01-81	3,200,000	3,200,000	16.000
SUBCLASS TOTAL	3,200			3,200,000	3,200,000	
SECURITY TOTAL	3,200			3,200,000	3,200,000	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN COMMERCIAL LINES USGG	150	8.500	07-15-01	150,000	98,945	8.500
SUBCLASS TOTAL	150			150,000	98,945	
SECURITY TOTAL	150			150,000	98,945	
FUND TOTAL	3,850			3,847,891	3,574,215	

MONTANA JUDGES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN CYANAMID	50	8.375	03-15-06	49,794	30,164	8.420
ATLANTIC RICHFIELD	25	7.750	12-15-03	25,000	14,916	7.750
CITIES SERVICE	100	13.875	01-15-11	100,000	92,250	13.875
CUMMINS ENGINE CO	40	7.400	04-01-97	40,000	22,211	7.400
MINNESOTA MINING & MANUFACTURING	100	8.850	04-01-05	100,000	66,082	8.850
PPG INDUSTRIES	25	9.000	06-15-95	19,537	17,135	12.400
STUDEBAKER WORTHINGTON	100	9.350	11-15-03	100,000	63,143	9.350
WILCO CHEMICAL	100	9.500	08-15-09	99,648	65,474	9.538
SUBCLASS TOTAL	540			533,979	371,375	
BANKS AND INSURANCE						
CITICORP NOTES	100	8.450	03-15-07	69,167	59,802	12.700
CITICORP NOTES	60	8.125	07-01-07	38,040	34,556	13.250
SUBCLASS TOTAL	160			107,207	94,358	
OTHER FINANCIAL						
BETHLEHEM CORP	100	8.350	02-15-88	100,000	71,322	8.350
COMMERCIAL CREDIT	25	7.750	02-15-92	24,865	14,831	7.651
NATIONAL RURAL UTILITIES	100	14.750	02-01-11	100,000	96,412	14.750
SUBCLASS TOTAL	225			224,865	182,565	
TRANSPORTATION EXCL. RAILROADS						
EATON	100	7.000	04-01-11	49,161	46,750	14.571
SUBCLASS TOTAL	100			49,161	46,750	
RAILROADS						
DENVER RIO GRANDE RR EQUIP TRUST	30	7.250	11-01-82	30,042	27,276	7.100
CENTRAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	84,690	7.375
SUBCLASS TOTAL	130			130,042	111,966	

MONTANA JUDGES' RETIREMENT FUND

SECURITY		PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES							
AMERICAN TEL & TEL	13	8.750	05-15-00	12,300	8,232	8.981	
CAROLINA TEL & TEL	25	8.100	11-01-03	25,000	14,571	8.100	
CHESAP & POTOMAC TEL MARYLAND	30	6.625	10-01-08	30,075	14,805	6.599	
CITIES SERVICE GAS	100	13.000	09-15-05	100,000	85,333	13.000	
CONNECTICUT LIGHT & POWER	35	6.500	01-01-98	35,000	16,421	6.500	
DETROIT EDISON	50	7.375	11-15-01	49,490	24,205	7.501	
DETROIT EDISON	30	9.875	05-01-04	29,828	18,264	9.954	
DUQUESNE LIGHT	35	7.000	01-01-99	34,690	18,109	7.040	
HAWAIIAN ELECTRIC	50	8.350	12-01-03	50,000	28,087	8.350	
HOUSTON LIGHTING & POWER	100	11.250	12-01-09	96,679	75,383	11.671	
MINNESOTA POWER & LIGHT	50	8.350	09-01-07	50,000	28,103	8.350	
MONTANA POWER	25	8.625	03-01-04	25,050	14,555	8.599	
MONTANA POWER	100	9.875	01-01-09	99,345	59,580	9.948	
MONTANA STATES TEL & TEL	90	6.000	08-01-07	90,000	40,998	5.950	
MONTANA STATES TEL & TEL	100	6.000	08-01-07	100,000	45,553	6.000	
MOUNTAIN STATES TEL & TEL	20	7.750	06-01-13	20,000	11,187	7.750	
OHIO BELL TEL	38	6.750	07-01-08	38,139	19,279	6.713	
PACIFIC GAS & ELECTRIC	100	10.125	08-01-12	99,765	67,836	10.151	
PACIFIC GAS & ELECTRIC	100	16.250	02-01-14	97,886	100,000	16.590	
PACIFIC NORTHWEST BELL TEL	35	6.750	12-01-07	35,578	17,724	6.575	
PACIFIC TEL & TEL	100	15.125	03-01-88	100,000	99,000	15.125	
SOUTHERN CALIFORNIA GAS	15	8.500	10-01-97	10,426	9,376	13.165	
UNITED TEL OHIO	30	7.600	08-01-02	30,000	16,199	7.600	
UTAH POWER & LIGHT	150	9.125	05-01-08	150,000	90,789	9.125	
SUBCLASS TOTAL	1,421			1,409,451	923,589		
CANADIAN							
MUNICIPAL FINANCE AUTHORITY OF BC	98	8.875	05-01-01	98,000	59,780	8.875	
MUNICIPAL FINANCE AUTHORITY OF BC	100	13.750	12-01-05	99,634	89,000	13.948	
SUBCLASS TOTAL	198			197,634	148,780		
SECURITY TOTAL	2,774			2,652,339	1,879,383		
GOVERNMENT AGENCIES US GOVERNMENT AGENCIES							
AMERICAN COMMERCIAL LINES USCG	50	8.500	07-15-01	50,000	32,982	8.500	
FARMERS HOME ADMINISTRATION HOITS PP	22	8.750	12-26-94	21,734	15,503	8.750	
USCG SHIP FINANCING BONDS LONG ARLES	100	8.200	12-13-02	100,000	63,685	8.200	
SUBCLASS TOTAL	172			171,734	112,170		

MONTANA JUDGES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
SECURITY TOTAL	172			171,730	112,170	
OTHER HOLDINGS						
MT. COMMON STOCK POOL	100	.000	00-00-00	100,109	110,592	
MORTGAGE	68	.000	00-00-00	67,974	67,974	
SHORT TERM INVESTMENT POOL	102	.000	00-00-00	101,931	101,931	
SUBCLASS TOTAL	270			270,014	280,497	
SECURITY TOTAL	270			270,014	280,497	
FUND TOTAL	3,216			3,094,087	2,272,050	

MAIL INSURANCE FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
FIRESTONE TIRE & RUBBER CO	350	7.300	10-15-01	350,000	167,904	7.300
SUBCLASS TOTAL	350			350,000	167,904	
SECURITY TOTAL	350			350,000	167,904	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL LAND BANKS	200	7.600	04-20-87	199,771	149,250	7.627
SUBCLASS TOTAL	200			199,771	149,250	
SECURITY TOTAL	200			199,771	149,250	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	2,908	.000	00-00-00	2,908,313	2,908,313	
SUBCLASS TOTAL	2,908			2,908,313	2,908,313	
SECURITY TOTAL	2,908			2,908,313	2,908,313	
FUND TOTAL	3,458			3,458,084	3,225,507	

SUBSEQUENT INJURY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN BRANDS	150	8.125	03-01-85	148,504	123,087	8.520
AMERICAN CAN COMPANY	100	11.375	07-01-10	99,388	76,707	11.450
ARMCO STEEL	100	8.500	09-01-01	99,758	60,621	8.530
HERSHEY FOODS	100	9.500	03-15-09	99,653	65,732	9.538
OWENS ILLINOIS	100	9.350	11-01-99	100,000	68,570	9.350
SUBCLASS TOTAL	550			547,303	394,717	
BANKS AND INSURANCE						
AETHA LIFE & CASUALTY CO	200	8.125	10-15-07	199,123	119,268	8.169
CITICORP NOTES	200	8.450	03-15-07	127,591	119,604	13.650
NORTHWEST BANCORPORATION	100	7.750	03-15-03	57,368	54,669	14.128
NORTHWEST BANCORPORATION	100	7.875	09-15-86	99,935	75,417	7.890
US BANCORP	150	7.750	02-15-87	150,000	108,236	7.750
SUBCLASS TOTAL	750			634,017	477,194	
OTHER FINANCIAL						
GENERAL ELECTRIC CREDIT	100	8.250	02-15-86	99,769	78,720	8.320
SEARS ROEBUCK ACCEPTANCE CORP	375	8.375	12-31-86	374,654	278,426	8.400
SUBCLASS TOTAL	475			474,423	357,146	
RAILROADS						
UNION TANK CAR	100	8.600	12-15-81	100,000	97,130	8.600
SUBCLASS TOTAL	100			100,000	97,130	
UTILITIES						
IDAH0 POWER	100	9.000	08-15-08	98,869	59,998	9.122
PUBLIC SERVICE ELECTRIC & GAS	6	7.750	08-15-96	6,000	3,422	7.750
WASHINGTON WATER POWER	100	14.125	01-01-91	100,000	93,625	14.125
SUBCLASS TOTAL	206			204,869	157,045	
SECURITY TOTAL	2,081			1,960,612	1,483,232	

SUBSEQUENT INJURY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL FARM CREDIT BANKS	150	9.700	06-04-84	150,000	131,813	9.700
SUBCLASS TOTAL	150			150,000	131,813	
SECURITY TOTAL	150			150,000	131,813	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	72	.000	00-00-00	72,222	72,222	
SUBCLASS TOTAL	72			72,222	72,222	
SECURITY TOTAL	72			72,222	72,222	
FUND TOTAL	2,303			2,167,834	1,687,267	

HIGHWAY PATROL RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN CAN COMPANY	100	11.375	07-01-10	99,388	76,701	11.450
ATLANTIC RICHFIELD	35	7.750	12-15-03	35,000	20,882	7.750
BURLINGTON INDUSTRIES	100	11.250	08-01-90	99,545	81,265	11.334
CITIES SERVICE	100	13.875	01-15-11	100,000	92,250	13.875
CONTINENTAL OIL	100	8.875	06-01-01	99,801	65,844	8.900
CUMMINS ENGINE CO	25	7.400	04-01-97	25,000	13,882	7.400
CUMMINS ENGINE CO	100	7.400	04-01-97	100,000	55,527	7.400
DOW CHEMICAL CO	100	7.875	07-15-07	99,348	57,741	7.941
HERSHEY FOODS	100	9.500	03-15-09	69,607	65,732	13.800
MARATHON OIL	100	8.500	11-01-06	99,577	62,869	8.550
J RAY MCDERMOTT & CO	100	9.625	03-15-04	99,773	65,029	9.651
MINNESOTA MINING & MANUFACTURING	200	8.850	04-01-05	200,000	132,164	8.850
PPG INDUSTRIES	25	9.000	06-15-95	19,537	17,135	12.400
SHERWIN WILLIAMS	20	9.450	12-01-99	20,000	12,462	9.450
SHERWIN WILLIAMS	100	9.450	12-01-99	100,000	62,310	9.450
STUDEBAKER WORTHINGTON	200	9.350	11-15-03	200,000	126,286	9.350
UNION OIL CO OF CALIFORNIA	200	8.625	03-01-06	198,766	126,332	8.695
WITCO CHEMICAL	100	9.500	08-15-09	99,648	65,474	9.538
SUBCLASS TOTAL	1,805			1,764,990	1,199,891	
BANKS AND INSURANCE						
AFINA LIFE & CASUALTY CO	100	8.125	10-15-07	99,561	59,634	8.169
CHEMICAL NEW YORK	100	8.250	08-01-02	99,552	58,885	8.300
CITICORP NOTES	100	8.450	03-15-07	69,167	59,802	12.700
CITICORP NOTES	45	8.125	07-01-07	28,530	25,917	13.250
MANUFACTURERS HANOVER	100	8.125	08-15-07	63,653	57,142	13.150
SUBCLASS TOTAL	445			360,463	261,380	
OTHER FINANCIAL						
BENEFICIAL CORP	50	8.000	06-15-01	50,000	29,761	8.000
BENEFICIAL CORP	25	8.000	06-15-01	25,000	14,881	8.000
BENEFICIAL CORP	100	8.350	02-15-88	100,000	71,322	8.350
INTERNATIONAL HARVESTER CREDIT	100	7.500	01-15-94	99,701	46,875	7.550
NATIONAL RURAL UTILITIES	100	14.750	02-01-11	100,000	96,412	14.750
SUBCLASS TOTAL	375			374,701	259,251	

HIGHWAY PATROL RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TRANSPORTATION EXCL. RAILROADS						
LATON	100	7.000	04-01-11	49,161	46,750	14.571
NATURAL GAS PIPELINE OF AMERICA	40	8.350	09-01-93	40,000	25,738	8.350
SUBCLASS TOTAL	140			89,161	72,488	
RAILROADS						
DENVER RIO GRANDE RR EQUIP TRUST	35	7.250	11-01-82	35,050	31,822	7.100
UNION PACIFIC RR	100	8.400	03-01-01	100,000	65,000	8.400
SUBCLASS TOTAL	135			135,050	96,822	
UTILITIES						
ALABAMA POWER CO	40	7.875	04-01-02	40,569	20,372	7.600
AMERICAN TEL & TEL	20	7.000	02-15-01	19,902	11,193	7.060
BALTIMORE GAS & ELECTRIC	20	6.125	08-01-97	18,861	9,767	6.939
BALTIMORE GAS & ELECTRIC	25	8.375	09-15-06	25,171	14,535	8.300
CALIFORNIA ELECTRIC POWER	100	5.125	05-01-90	89,660	56,011	7.202
CAROLINA TEL & TEL	50	8.100	11-01-03	50,000	29,141	8.100
CHESAPE & POTOMAC TEL MARYLAND	15	6.625	10-01-08	15,036	7,402	6.599
CITIES SERVICE GAS	150	13.000	09-15-05	150,000	128,000	13.000
DETROIT EDISON	10	8.125	06-15-01	9,966	5,271	8.170
DETROIT EDISON	40	9.875	05-01-04	39,771	24,352	9.954
GENERAL TEL CALIFORNIA	200	10.750	10-01-09	194,817	139,512	11.066
GENERAL TEL NORTHWEST	40	7.875	05-01-02	40,204	22,182	7.798
HARTFORD ELECTRIC LIGHT	50	5.625	04-01-97	44,074	21,259	7.248
HOUSTON LIGHTING & POWER	100	11.250	12-01-09	96,679	75,383	11.671
IDAH0 POWER	100	9.000	08-15-08	98,869	59,998	9.122
KANSAS CITY POWER & LIGHT	17	9.125	06-01-00	16,919	11,023	9.199
KENTUCKY UTILITIES	100	9.625	08-01-09	99,648	64,247	9.662
METROPOLITAN EDISON	200	5.750	06-01-96	175,763	74,000	7.500
MICHIGAN BELL TEL	100	6.375	02-01-05	100,496	48,491	6.319
MICHIGAN BELL TEL	10	7.750	06-01-11	9,994	5,612	7.800
MINNESOTA POWER & LIGHT	150	10.500	08-01-05	150,000	105,965	10.500
MONTANA POWER	45	8.625	03-01-04	45,090	26,199	8.599
MONTANA POWER	100	9.875	01-01-09	99,345	59,580	9.948
MOUNTAIN STATES TEL & TEL	50	7.750	06-01-13	50,000	27,967	7.750
NORTHERN STATES POWER	100	7.375	03-01-02	100,209	53,885	7.349
PACIFIC GAS & ELECTRIC	100	10.125	08-01-12	99,765	67,836	10.151
PACIFIC GAS & ELECTRIC	200	16.250	02-01-14	195,772	200,000	16.590
PACIFIC NORTHWEST BELL TEL	28	7.250	08-01-09	28,000	15,867	7.750
PACIFIC TEL & TEL	65	6.500	07-01-03	65,583	30,340	6.386
PACIFIC TEL & TEL	200	15.125	03-01-88	200,000	198,000	15.125

HIGHWAY PATROL RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
POTOMAC ELECTRIC POWER	50	5.875	05-01-02	43,245	22,442	7.505
PUBLIC SERVICE NEW HAMPSHIRE	125	7.125	11-01-98	120,531	61,945	7.602
PUBLIC SERVICE ELECTRIC & GAS	30	7.750	08-15-96	30,206	17,109	7.646
PUBLIC SERVICE ELECTRIC & GAS	80	7.750	08-15-96	80,000	45,625	7.750
SOUTHERN CALIFORNIA GAS	35	8.500	10-01-97	24,328	21,877	13.165
SOUTHERN CALIFORNIA GAS	100	12.750	11-01-99	100,000	81,809	12.750
SOUTHWESTERN PUBLIC SERVICE	100	8.750	03-01-08	100,000	60,127	8.750
UNITED TEL OHIO	15	7.600	08-01-02	15,000	8,100	7.600
UTAH POWER & LIGHT	150	9.125	05-01-08	150,000	90,789	9.125
WISCONSIN PUBLIC SERVICE	45	8.250	05-01-01	45,165	27,263	8.199
SUBCLASS TOTAL	3,155			3,078,678	2,050,476	
CANADIAN						
MAHITODA HYDRO ELECTRIC BOARD	200	9.250	01-15-06	198,362	126,000	9.350
MUNICIPAL FINANCE AUTHORITY OF BC	100	13.750	12-01-05	99,634	89,000	13.948
SUBCLASS TOTAL	300			297,996	215,000	
SECURITY TOTAL	6,355			6,101,039	4,155,308	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN COMMERCIAL LINES USGG	100	8.500	07-15-01	100,000	65,963	8.500
FARMERS HOME ADMINISTRATION NOTES PP	49	8.750	02-24-95	49,240	44,769	8.750
GLOBAL MARINE DEEPWATER DRILLING USGG	100	8.500	03-01-98	100,000	67,435	8.500
USGG SHIP FINANCING BONDS HARBOR LUG	125	8.150	03-15-01	125,000	79,968	8.150
USGG SHIP FINANCING BONDS LNG ARIES	100	8.200	12-13-02	100,000	63,685	8.200
SUBCLASS TOTAL	474			474,240	321,820	
SECURITY TOTAL	474			474,240	321,820	
OTHER HOLDINGS						
MT. COMMON STOCK POOL	301	.000	00-00-00	300,506	320,374	
SHORT TERM INVESTMENT POOL	177	.000	00-00-00	177,359	177,359	
SUBCLASS TOTAL	478			477,865	497,733	
SECURITY TOTAL	478			477,865	497,733	
FUND TOTAL	4,307			7,053,144	4,974,861	

RE SOURCE INDENTURTY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMERICAN CAN COMPANY	500	11.3/5	07-01-10	496,941	383,535	11.450
ARMSTRONG CORP	500	8.000	05-15-96	343,614	319,615	12.800
BURLINGTON INDUSTRIES	500	11.250	08-01-90	497,725	406,325	11.334
CITIES SERVICE	500	13.8/5	01-15-11	483,773	461,250	14.344
CONTINENTAL OIL	500	8.875	06-01-01	499,004	329,220	8.900
DIAMOND SHAMROCK	100	8.500	04-01-08	98,216	59,984	8.690
INCO LIMITED	500	12.3/5	07-15-10	500,000	375,000	12.375
INGERSOLL RAND	200	8.750	05-01-85	199,710	164,436	8.796
KERR MCGEE CORP	300	8.000	07-01-83	299,531	263,844	8.107
KERR MCGEE CORP	500	8.500	06-01-06	496,881	310,215	8.570
MONSANTO CO	500	8.750	05-15-08	497,197	313,890	8.808
RJ REYNOLDS INDUSTRIES	500	10.4/50	05-15-90	500,000	407,945	10.450
ST REGIS PAPER	500	10.625	06-15-10	481,873	362,370	11.055
STARS ROEBUCK & CO	300	8.000	04-01-06	299,380	176,484	8.020
SMITH INTERNATIONAL	500	9.850	05-15-04	500,000	344,825	9.850
SYNCRON CORP	500	9.125	05-01-85	500,000	402,765	9.125
TERRECO	500	14.500	04-01-06	492,569	467,500	14.726
WIELABRATOR FRYE	500	11.750	07-15-05	500,000	397,550	11.750
WITCO CHEMICAL	100	9.500	08-15-09	99,648	65,474	9.538
SUBCLASS TOTAL	8,000			7,786,122	6,012,227	
BANKS AND INSURANCE						
CITICORP NOTES	100	8.450	03-15-07	63,796	59,802	13.650
CITICORP NOTES	400	8.125	07-01-07	396,531	230,376	8.215
MANUFACTURERS HANOVER	500	8.375	12-01-82	500,000	455,975	8.375
WESTERN BANCORP	500	12.250	05-15-10	496,145	409,535	12.350
SUBCLASS TOTAL	1,500			1,456,472	1,155,688	
OTHER FINANCIAL						
BENEFICIAL CORP	500	8.300	06-01-03	500,000	291,930	8.300
BENEFICIAL CORP	150	8.350	02-15-88	150,000	106,983	8.350
GENERAL ELECTRIC CREDIT	500	8.875	06-01-82	500,000	472,965	8.875
GENERAL MOTORS ACCEPTANCE CORP	100	8.875	06-01-99	99,731	64,343	8.910
GENERAL MOTORS ACCEPTANCE CORP	150	8.875	06-01-99	149,596	96,515	8.910
GENERAL MOTORS ACCEPTANCE CORP	100	8.875	06-01-99	99,731	64,343	8.910
NATIONAL RURAL UTILITIES	200	9.750	04-01-09	199,112	137,194	9.800
SUBCLASS TOTAL	1,700			1,698,170	1,234,273	

RESOURCE INDEMNITY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TRANSPORTATION EXCL. RAILROADS						
ARCHER DANIELS MIDLAND	1,000	16.000	05-15-11	995,019	1,015,000	16.080
SUBCLASS TOTAL	1,000			995,019	1,015,000	
RAILROADS						
GENERAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	84,690	7.350
SUBCLASS TOTAL	100			100,000	84,690	
UTILITIES						
BALTIMORE GAS & ELECTRIC	200	9.375	07-01-08	200,000	128,678	9.375
COMMONWEALTH EDISON PP	500	9.125	06-01-98	500,000	323,150	9.125
CONSOLIDATED NATURAL GAS	500	8.125	06-01-97	311,230	314,175	14.199
ILL PASO ELECTRIC PP	500	9.950	05-01-04	500,000	339,950	9.950
PACIFIC GAS & ELECTRIC	200	10.125	08-01-12	199,531	135,672	10.151
PACIFIC GAS & ELECTRIC	1,000	16.250	02-01-14	993,942	1,000,000	16.336
PACIFIC TEL & TEL	200	9.875	02-15-16	200,000	127,762	9.875
PACIFIC TEL & TEL	500	9.750	07-01-19	500,000	315,145	9.750
PUBLIC SERVICE ELECTRIC & GAS	250	8.450	09-01-06	250,000	146,945	8.450
SOUTH CENTRAL BELL TEL	500	8.250	03-01-17	499,440	295,065	8.260
UTAH POWER & LIGHT	500	9.125	05-01-08	500,000	302,630	9.125
SUBCLASS TOTAL	4,850			4,654,143	3,429,172	
CANADIAN						
BRITISH COLUMBIA HYDRO & POWER	500	8.375	06-15-07	500,000	285,000	8.375
MANITOBA HYDRO ELECTRIC BOARD	200	9.250	01-15-06	198,362	126,000	9.350
MANITOBA HYDRO ELECTRIC BOARD	500	9.250	06-30-01	497,999	322,500	9.302
QUEBEC HYDRO ELECTRIC	100	10.250	01-15-05	100,000	67,782	10.250
SUBCLASS TOTAL	1,300			1,296,361	801,282	
SECURITY TOTAL	18,450			17,986,287	13,732,332	
GOVERNMENT AGENCIES US GOVERNMENT AGENCIES						
AMERICAN COMMERCIAL LINES USGG	349	8.500	07-15-01	349,000	230,211	8.500

RESOURCE INDEMNITY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL NATIONAL MORTGAGE ASSOCIATION	250	9.700	09-10-81	250,000	246,250	9.700
USCG SHIP FINANCING BONDS HARBOR TUG	100	8.150	03-15-01	100,000	63,974	8.150
USCG SHIP FINANCING BONDS HARBOR TUG	100	8.150	03-15-01	100,000	63,974	8.150
USCG SHIP FINANCING BONDS INDIANA	193	8.050	01-15-98	193,000	125,390	8.050
USCG SHIP FINANCING BONDS LNG ARIES	200	8.200	12-13-02	200,000	127,370	8.200
SUBCLASS TOTAL	1,192			1,192,000	857,169	
SECURITY TOTAL	1,192			1,192,000	857,169	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	1,552	.000	00-00-00	1,552,346	1,552,346	
SUBCLASS TOTAL	1,552			1,552,346	1,552,346	
SECURITY TOTAL	1,552			1,552,346	1,552,346	
FUND TOTAL	21,194			20,730,633	16,141,847	

MONTANA TECH P. E. BUILDING SINKING FUND

MONEY MARKET INSTRUMENTS

U. S. Treasury Notes

TOTAL INVESTMENTS

PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	% YIELD*
163	8.750	11-15-88	\$160,384	\$125,714	13.72%
163			\$160,384	\$125,714	13.72%

*Market Yield 6-30-81

DEAF AND BLIND FUND

	PAR VALUE	INTEREST RATE	MATURITY DATE	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
CERTIFICATES OF DEPOSIT							
First Bank - Great Falls	\$ 5,000	7.50	1-31-82			\$ 5,000	7.50
TOTAL	\$ 5,000					\$ 5,000	
CORPORATE BONDS							
Montana Dakota Utilities	\$ 1,000	7.125	11-01-93			\$ 573	14.72
Montana Power	1,000	7.50	4-01-01			531	14.92
TOTAL	\$ 2,000					\$ 1,104	
PREFERRED STOCK							
Pacific Gas & Electric				20	\$2.04	\$ 280	14.57
TOTAL				20		\$ 280	
COMMON STOCK							
NICOR				20	2.84	727	7.80
TOTAL				20		\$ 727	
MONTANA COMMON STOCK POOL							
SHORT-TERM INVESTMENT POOL	43,682					\$ 55,866	
	103,743					103,743	
TOTAL INVESTMENTS	\$154,425			40		\$166,720	

* Market Yield 6-30-81

WILLIAM L. MURPHY FUND

	PAR VALUE	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
COMMON STOCK					
Montana Power		200	\$2.28	\$ 6,575	6.93
TOTAL		200		\$ 6,575	
PREFERRED STOCK					
Montana Power No. 6 Series		211	6.00	\$ 7,754	16.33
TOTAL		211		\$ 7,754	
MONTANA COMMON STOCK POOL	\$266,323			\$291,871	
SHORT-TERM INVESTMENT POOL	19,354			\$ 19,354	
TOTAL INVESTMENTS	\$285,677			\$325,554	

* Market Yield 6:30-81

TEACHERS' RETIREMENT FULLAM FUND

	PAR VALUE	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
COMMON STOCK					
Montana Power		<u>75</u>	\$2.28	<u>2,466</u>	<u>6.93</u>
TOTAL		<u><u>75</u></u>		<u><u>\$ 2,466</u></u>	
MONTANA COMMON STOCK POOL	\$20,762			\$22,802	
SHORT-TERM INVESTMENT POOL	<u>19,510</u>			<u>19,510</u>	
TOTAL INVESTMENTS	<u><u>\$40,272</u></u>			<u><u>\$44,778</u></u>	
* Market Yield 6-30-81					

DIXON ENDOWMENT FUND

	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
PREFERRED STOCK				
Montana Power No. 6 Series	640	\$6.00	\$23,520	16.33
TOTAL INVESTMENTS	640		\$23,520	16.33%

* Market Yield 6-30-81

CRIME VICTIMS' COMPENSATION FUND

	PAR VALUE	INTEREST RATE	MATURITY DATE	MARKET VALUE	% YIELD*
GOVERNMENT AGENCIES					
Federal Farm Credit Banks	\$200,000	9.70%	6/4/84	\$175,500	14.85%
TOTAL	<u>\$200,000</u>			<u>\$175,500</u>	
SHORT-TERM INVESTMENT POOL					
	<u>\$278,790</u>			<u>\$278,790</u>	
TOTAL INVESTMENTS	<u>\$478,790</u>			<u>\$454,290</u>	
* Market Yield 6-30-81					

PETER POTTER TRUST FUND

	PAR VALUE	MARKET VALUE
MONTANA COMMON STOCK POOL	\$43,580	44,465
SHORT-TERM INVESTMENT POOL	39,291	39,291
TOTAL INVESTMENTS	\$82,871	\$83,756

CARAS ENDOWMENT SCHOLARSHIP FUND

MONTANA COMMON STOCK POOL
TOTAL INVESTMENTS

PAR VALUE	MARKET VALUE
<u>\$1,164</u>	<u>\$1,140</u>
<u>\$1,164</u>	<u>\$1,140</u>

FUND	PAR VALUE	COST	MARKET VALUE
Agency Insurance Fund	\$ 7,615,594	\$ 7,615,594	\$ 7,615,594
Agriculture - Commercial Feed ERA Fund	98,215	98,215	98,215
Agriculture - Commercial Fertilizer Fund	117,679	117,679	117,679
Agriculture - Grain Services Fund	125,921	125,921	125,921
Board of Oil & Gas Fund	434,764	434,764	434,764
Coal Tax - Park Acquisition Fund	5,325,078	5,325,078	5,325,078
Donable Property Fund	82,266	82,266	82,266
Eugene W. Price Scholarship Fund	13,186	13,186	13,186
Flood Insurance Fund	249,172	249,172	249,172
Foster Children Fund	107,690	107,690	107,690
Group Benefits Fund	1,321,003	1,321,003	1,321,003
Guaranteed Student Loan Fund	257,580	257,580	257,580
Joseph Homan Fellowship Fund	5,903	5,903	5,903
Lands Resource Development Fund	1,490,789	1,490,789	1,490,789
Livestock - Animal Health Emergency Fund	56,187	56,187	56,187
Livestock - Animal Health - ERA Fund	520,499	520,499	520,499
Livestock - Inspection & Control Fund	1,164,019	1,164,019	1,164,019
Local Impact Fund	8,662,639	8,662,639	8,662,639
Long Range Building - Clearance Fund	8,120,498	8,120,498	8,120,498
Montana College of Mineral Science & Technology	997,941	997,941	997,941
Montana Rural Rehabilitation Fund	98,381	98,381	98,381
Montana State University	4,639,430	4,639,430	4,639,430
Northern Montana College	298,585	298,585	298,585
Uninsured Employers Fund	92,072	92,072	92,072
University of Montana	2,949,560	2,949,560	2,949,560
Water & Waste Water Operators Fund	21,876	21,876	21,876
Western Montana College	106,094	106,094	106,094
Wheat Research & Marketing Fund	215,668	215,668	215,668
Woodville Highway Replacement Fund	1,920,324	1,920,324	1,920,324
TOTAL	\$47,108,613	\$47,108,613	\$47,108,613

* Funds which have their total resources Invested in STIP

